



NICOLE GALLOWAY, CPA
Missouri State Auditor

To the County Commission
and
Officeholders of Perry County, Missouri

The Office of the State Auditor is responsible under Section 29.230, RSMo, for auditing certain operations of Perry 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 Daniel Jones & Associates, Certified Public Accountants, is attached.

A handwritten signature in black ink that reads "Nicole R. Galloway". The signature is written in a cursive style with a large loop at the end.

Nicole R. Galloway, CPA
State Auditor

September 2018
Report No. 2018-073

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REPORTS
AND SUPPLEMENTARY INFORMATION
DECEMBER 31, 2017 AND 2016

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
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FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the County Commission
The County of Perry, Missouri

Report on the Financial Statements

We have audited the accompanying financial statements of the County of Perry ("County), Missouri, which comprise cash and unencumbered cash for each fund as of December 31, 2017, and 2016, and the related statements of cash receipts and disbursements and changes in cash and investment balances-budget and actual for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

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

As described in Note I of the financial statements, the financial statements are prepared on the basis of the financial reporting provisions prescribed or permitted by Missouri law, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of Missouri.

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of each fund of the County as of December 31, 2017, and 2016, or changes in financial position or cash flows thereof for the years then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash of each fund of the County as of December 31, 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 described in Note I.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 10, 2018, on our consideration of the County of Perry’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 solely 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 effectiveness of the County’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering County of Perry’s internal control over financial reporting and compliance.

Daniel Jones & Associates

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

August 10, 2018

FINANCIAL STATEMENTS

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND INVESTMENT BALANCES -
ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2017

FUND	CASH AND INVESTMENT BALANCES JANUARY 1, 2017	RECEIPTS 2017	DISBURSEMENTS 2017	CASH AND INVESTMENT BALANCES DECEMBER 31, 2017
General Revenue Fund	\$ 884,706.31	\$ 3,752,566.17	\$ 3,594,080.43	\$ 1,043,192.05
Special Road and Bridge Fund	732,799.96	1,804,608.90	1,694,231.20	843,177.66
Assessment Fund	399,015.52	340,525.67	400,211.34	339,329.85
Transfer Station Fund	123,184.56	682,946.31	599,182.38	206,948.49
911 Telephone Tax Fund	100,164.02	180,461.35	244,825.37	35,800.00
Road and Bridge Sales Tax Fund	676,256.66	1,204,828.50	940,944.92	940,140.24
Mental Health Fund	266,144.38	341,098.59	344,145.17	263,097.80
Recycling Center Fund	23,926.76	167,923.34	146,972.95	44,877.15
Law Enforcement Training Fund	2,918.60	3,329.55	4,096.31	2,151.84
Prosecuting Attorney Training Fund	21.94	1,573.52	1,513.82	81.64
Sheriff's Revolving Fund	76,131.12	5,682.12	3,479.55	78,333.69
Recorder's User Fee Fund	32,384.03	12,749.69	13,893.05	31,240.67
Election Services Fund	8,685.21	2,056.30	5,462.11	5,279.40
Sheriff's Civil Fee Fund	39,229.91	68,617.51	75,819.71	32,027.71
Senate Bill 40 Fund	173,679.10	340,806.16	384,396.67	130,088.59
Sheriff's Reserve Fund	7,624.83	2,428.39	4,380.83	5,672.39
Collector's Tax Maintenance Fund	23,654.97	18,053.12	13,794.01	27,914.08
Senior Citizens Sales Tax Fund	162,924.86	366,674.43	380,614.70	148,984.59
Youth Sales Tax Fund	372,160.49	368,114.96	326,919.46	413,355.99
Local Park Sales Tax Fund	981,729.78	1,387,848.90	1,833,741.37	535,837.31
Inmate Security Fund	16,299.79	5,598.54	-	21,898.33
Administrative Handling Fund	168.46	13,221.32	13,210.28	179.50
Law Enforcement Sales Tax Fund	143,224.70	740,215.73	740,734.69	142,705.74
Law Enforcement Restitution Fund	9,963.28	4,094.89	5,000.00	9,058.17
TOTAL	<u>\$ 5,256,999.24</u>	<u>\$ 11,816,023.96</u>	<u>\$ 11,771,650.32</u>	<u>\$ 5,301,372.88</u>

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

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND INVESTMENT BALANCES -
ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2016

FUND	CASH AND INVESTMENT BALANCES JANUARY 1, 2016	RECEIPTS 2016	DISBURSEMENTS 2016	CASH AND INVESTMENT BALANCES DECEMBER 31, 2016
General Revenue Fund	\$ 637,830.81	\$ 3,678,376.35	\$ 3,431,500.85	\$ 884,706.31
Special Road and Bridge Fund	339,831.60	1,864,126.44	1,471,158.08	732,799.96
Assessment Fund	379,086.09	368,368.93	348,439.50	399,015.52
Transfer Station Fund	150,635.17	645,751.01	673,201.62	123,184.56
911 Telephone Tax Fund	159,780.29	194,254.12	253,870.39	100,164.02
Road and Bridge Sales Tax Fund	1,216,233.95	1,088,299.88	1,628,277.17	676,256.66
Mental Health Fund	195,077.20	339,910.89	268,843.71	266,144.38
Recycling Center Fund	19,728.36	147,232.01	143,033.61	23,926.76
Law Enforcement Training Fund	1,813.60	7,728.41	6,623.41	2,918.60
Prosecuting Attorney Training Fund	102.80	695.26	776.12	21.94
Sheriff's Revolving Fund	50,493.46	32,625.41	6,987.75	76,131.12
Recorder's User Fee Fund	23,940.35	12,012.88	3,569.20	32,384.03
Election Services Fund	(2,814.65)	14,261.58	2,761.72	8,685.21
Sheriff's Civil Fee Fund	26,763.12	69,607.52	57,140.73	39,229.91
Senate Bill 40 Fund	146,749.73	345,978.65	319,049.28	173,679.10
Sheriff's Reserve Fund	5,265.44	3,409.39	1,050.00	7,624.83
Collector's Tax Maintenance Fund	19,891.35	17,060.57	13,296.95	23,654.97
Senior Citizens Sales Tax Fund	137,282.37	362,027.39	336,384.90	162,924.86
Youth Sales Tax Fund	360,185.28	362,558.96	350,583.75	372,160.49
Local Park Sales Tax Fund	820,250.00	1,361,816.98	1,200,337.20	981,729.78
Inmate Security Fund	12,950.52	7,228.27	3,879.00	16,299.79
Administrative Handling Fund	1,065.69	12,881.99	13,779.22	168.46
Law Enforcement Sales Tax Fund	206,036.70	761,198.33	824,010.33	143,224.70
Law Enforcement Restitution Fund	12,764.63	4,698.65	7,500.00	9,963.28
TOTAL	\$ 4,920,943.86	\$ 11,702,109.87	\$ 11,366,054.49	\$ 5,256,999.24

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

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND
INVESTMENT BALANCES -BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEARS ENDED DECEMBER 31, 2017 AND 2016

	GENERAL REVENUE FUND			
	2017		2016	
	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS				
Property Taxes	\$ 636,000.00	\$ 807,574.90	\$ 636,000.00	\$ 829,208.06
Sales Taxes	1,300,000.00	1,464,275.94	1,300,000.00	1,447,068.90
Intergovernmental	606,500.00	407,682.09	626,200.00	550,722.73
Charges for Services	387,500.00	443,919.25	383,500.00	199,540.07
Interest Income	1,500.00	4,819.81	1,500.00	2,053.98
Other	207,506.56	189,294.18	214,550.00	214,782.61
Transfers In	185,000.00	435,000.00	180,000.00	435,000.00
TOTAL RECEIPTS	3,324,006.56	3,752,566.17	3,341,750.00	3,678,376.35
DISBURSEMENTS				
County Commission	110,000.00	107,225.18	111,500.00	105,673.15
County Clerk	171,000.00	129,576.75	160,750.00	121,260.23
Elections	61,050.00	25,898.35	112,000.00	132,875.38
Buildings and Grounds	320,800.00	136,059.26	314,800.00	120,779.69
Employee Fringe Benefits	867,500.00	727,577.04	723,500.00	686,025.76
County Treasurer	59,050.00	52,456.78	59,800.00	52,331.19
Collector	119,900.00	130,668.29	102,750.00	119,048.08
Recorder of Deeds	89,600.00	77,542.93	82,850.00	80,006.46
Circuit Clerk	15,550.00	13,488.67	15,100.00	16,018.99
Court Administration	48,500.00	45,464.66	48,700.00	45,617.93
Public Administrator	89,250.00	95,286.17	89,850.00	89,065.09
Sheriff	641,700.00	632,630.89	658,900.00	627,711.68
Jail	255,000.00	297,318.92	255,000.00	271,497.44
Prosecuting Attorney	154,466.00	154,086.12	155,750.00	150,519.64
Juvenile Officer	100,000.00	76,557.80	89,500.00	99,248.35
County Coroner	27,700.00	25,130.46	26,500.00	22,113.61
Dispatch Operations	185,000.00	156,972.93	185,000.00	154,474.43
General County Government	358,780.00	473,130.03	295,185.00	284,271.62
Health and Welfare	201,500.00	216,606.54	179,000.00	196,794.69
Transfers Out	-	-	-	-
Emergency Fund	100,000.00	-	100,000.00	-
Other	73,700.00	20,402.66	60,930.00	56,167.44
TOTAL DISBURSEMENTS	4,050,046.00	3,594,080.43	3,827,365.00	3,431,500.85
RECEIPTS OVER (UNDER) DISBURSEMENTS	(726,039.44)	158,485.74	(485,615.00)	246,875.50
CASH AND INVESTMENT BALANCES, JANUARY 1	884,706.31	884,706.31	637,830.81	637,830.81
CASH AND INVESTMENT BALANCES, DECEMBER 31	\$ 158,666.87	\$ 1,043,192.05	\$ 152,215.81	\$ 884,706.31

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

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND
INVESTMENT BALANCES -BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEARS ENDED DECEMBER 31, 2017 AND 2016

	SPECIAL ROAD AND BRIDGE FUND			
	2017		2016	
	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS				
Property Taxes	\$ 986,000.00	\$ 1,062,565.10	\$ 936,000.00	\$ 1,114,306.51
Sales Taxes	-	-	-	-
Intergovernmental	552,750.00	661,328.62	577,750.00	700,601.28
Charges for Services	10,000.00	17,182.50	20,000.00	15,278.90
Interest Income	1,250.00	5,910.54	1,250.00	1,756.94
Other	7,825.00	57,622.14	8,075.00	32,182.81
Transfers In	100,000.00	-	150,000.00	-
TOTAL RECEIPTS	1,657,825.00	1,804,608.90	1,693,075.00	1,864,126.44
DISBURSEMENTS				
Salaries	525,000.00	444,847.03	500,000.00	465,843.89
Employee Fringe Benefits	286,500.00	224,404.74	244,000.00	213,601.46
Supplies	265,500.00	153,259.73	261,000.00	142,873.54
Insurance	43,500.00	29,450.58	40,500.00	31,918.96
Materials	31,000.00	-	31,000.00	-
Equipment Repairs	126,000.00	103,747.25	126,000.00	119,904.93
Equipment Purchases	240,500.00	85,171.86	150,500.00	65,308.23
Construction	175,500.00	89,210.62	130,000.00	54,189.79
Rentals	7,600.00	7,475.00	7,600.00	7,600.00
Debt Service	110,000.00	292,681.64	55,000.00	104,276.75
Other	248,500.00	128,982.75	143,500.00	130,640.53
Transfers Out	150,000.00	135,000.00	150,000.00	135,000.00
TOTAL DISBURSEMENTS	2,209,600.00	1,694,231.20	1,839,100.00	1,471,158.08
RECEIPTS OVER (UNDER)				
DISBURSEMENTS	(551,775.00)	110,377.70	(146,025.00)	392,968.36
CASH AND INVESTMENT				
BALANCES, JANUARY 1	732,799.96	732,799.96	339,831.60	339,831.60
CASH AND INVESTMENT				
BALANCES, DECEMBER 31	\$ 181,024.96	\$ 843,177.66	\$ 193,806.60	\$ 732,799.96

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

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND
INVESTMENT BALANCES -BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEARS ENDED DECEMBER 31, 2017 AND 2016

	ASSESSMENT FUND				TRANSFER STATION FUND			
	2017		2016		2017		2016	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Intergovernmental	\$ 315,000.00	\$ 335,415.23	\$ 315,000.00	\$ 353,766.60	\$ -	\$ -	\$ -	\$ 8,684.99
Charges for Services	-	3,977.89	-	-	575,000.00	681,649.82	575,000.00	636,811.01
Interest Income	700.00	1,132.55	750.00	720.93	200.00	1,006.49	200.00	255.01
Other	-	-	-	13,881.40	500.00	290.00	500.00	-
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	315,700.00	340,525.67	315,750.00	368,368.93	575,700.00	682,946.31	575,700.00	645,751.01
DISBURSEMENTS								
Salaries	168,900.00	165,312.08	168,650.00	160,430.45	76,500.00	74,556.50	74,000.00	73,056.81
Fringe Benefits	78,150.00	80,077.80	77,650.00	73,811.01	40,800.00	29,932.67	34,400.00	32,111.19
Office	17,000.00	19,647.62	13,600.00	18,877.24	18,500.00	6,274.01	18,400.00	18,324.93
Equipment	4,000.00	1,820.04	5,000.00	2,375.23	30,030.00	22,216.09	70,025.00	84,097.07
Mileage and Training	8,000.00	7,731.92	8,500.00	9,472.68	-	-	-	-
Service and Other	80,950.00	125,621.88	81,200.00	83,472.89	-	-	-	-
Waste Disposal Services	-	-	-	-	496,210.00	466,203.11	482,460.00	465,611.62
Transfers Out	-	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	357,000.00	400,211.34	354,600.00	348,439.50	662,040.00	599,182.38	679,285.00	673,201.62
RECEIPTS OVER (UNDER) DISBURSEMENTS	(41,300.00)	(59,685.67)	(38,850.00)	19,929.43	(86,340.00)	83,763.93	(103,585.00)	(27,450.61)
CASH AND INVESTMENT BALANCES, JANUARY 1	399,015.52	399,015.52	379,086.09	379,086.09	123,184.56	123,184.56	150,635.17	150,635.17
CASH AND INVESTMENT BALANCES, DECEMBER 31	<u>\$ 357,715.52</u>	<u>\$ 339,329.85</u>	<u>\$ 340,236.09</u>	<u>\$ 399,015.52</u>	<u>\$ 36,844.56</u>	<u>\$ 206,948.49</u>	<u>\$ 47,050.17</u>	<u>\$ 123,184.56</u>

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

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND
INVESTMENT BALANCES -BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEARS ENDED DECEMBER 31, 2017 AND 2016

	911 TELEPHONE TAX FUND				ROAD AND BRIDGE SALES TAX FUND			
	2017		2016		2017		2016	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Sales Taxes	\$ -	\$ -	\$ -	\$ -	\$ 950,000.00	\$ 1,098,188.78	\$ 950,000.00	\$ 1,085,247.92
Intergovernmental	-	-	-	-	-	-	-	-
Charges for Services	158,000.00	157,051.24	163,000.00	170,657.97	-	-	-	-
Interest Income	300.00	441.83	300.00	333.56	1,500.00	4,689.72	1,500.00	3,051.96
Other	21,000.00	22,968.28	21,000.00	23,262.59	-	101,950.00	-	-
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	179,300.00	180,461.35	184,300.00	194,254.12	951,500.00	1,204,828.50	951,500.00	1,088,299.88
DISBURSEMENTS								
Salaries	82,000.00	81,944.04	82,500.00	78,125.72	-	-	-	-
Fringe Benefits	33,500.00	32,751.51	33,800.00	30,697.69	-	-	-	-
Office	22,000.00	24,725.12	21,050.00	21,975.61	-	-	-	-
Equipment	62,000.00	83,007.24	100,000.00	99,801.74	-	-	-	-
Mileage and Training	9,500.00	11,486.37	7,000.00	8,206.86	-	-	-	-
Services and Other	47,000.00	10,911.09	6,500.00	15,062.77	15,000.00	5,688.87	15,000.00	10,717.48
Road and Bridge Construction	-	-	-	-	1,115,000.00	569,573.81	1,430,000.00	1,447,414.70
Engineering Costs	-	-	-	-	30,000.00	-	20,000.00	26,640.26
Purchase of Rock Materials	-	-	-	-	250,000.00	365,682.24	200,000.00	143,504.73
Transfers Out	-	-	50,000.00	-	-	-	-	-
TOTAL DISBURSEMENTS	256,000.00	244,825.37	300,850.00	253,870.39	1,410,000.00	940,944.92	1,665,000.00	1,628,277.17
RECEIPTS OVER (UNDER) DISBURSEMENTS	(76,700.00)	(64,364.02)	(116,550.00)	(59,616.27)	(458,500.00)	263,883.58	(713,500.00)	(539,977.29)
CASH AND INVESTMENT BALANCES, JANUARY 1	100,164.02	100,164.02	159,780.29	159,780.29	676,256.66	676,256.66	1,216,233.95	1,216,233.95
CASH AND INVESTMENT BALANCES, DECEMBER 31	\$ 23,464.02	\$ 35,800.00	\$ 43,230.29	\$ 100,164.02	\$ 217,756.66	\$ 940,140.24	\$ 502,733.95	\$ 676,256.66

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

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND
INVESTMENT BALANCES -BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEARS ENDED DECEMBER 31, 2017 AND 2016

	MENTAL HEALTH FUND				RECYCLING CENTER FUND			
	2017		2016		2017		2016	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Property Taxes	\$ 300,000.00	\$ 322,992.30	\$ 300,000.00	\$ 338,509.51	\$ -	\$ -	\$ -	\$ -
Sales Taxes	-	-	-	-	-	-	-	-
Intergovernmental	400.00	1.01	400.00	519.52	15,000.00	-	-	-
Charges for Services	-	-	-	-	113,000.00	161,842.45	114,000.00	142,329.25
Interest Income	500.00	1,826.28	500.00	856.18	50.00	115.89	50.00	52.76
Other	-	16,279.00	-	25.68	4,000.00	5,965.00	8,000.00	4,850.00
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	300,900.00	341,098.59	300,900.00	339,910.89	132,050.00	167,923.34	122,050.00	147,232.01
DISBURSEMENTS								
Mental Health Expenditures	338,298.00	344,145.17	281,250.00	268,843.71	-	-	-	-
Salaries	-	-	-	-	76,000.00	81,065.55	72,600.00	73,348.74
Fringe Benefits	-	-	-	-	27,000.00	26,426.64	22,370.00	19,829.79
Office	-	-	-	-	12,600.00	14,982.86	11,600.00	13,227.65
Equipment	-	-	-	-	10,000.00	4,116.03	9,000.00	18,957.46
Supplies	-	-	-	-	20,500.00	20,381.87	23,000.00	17,669.97
Other	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	338,298.00	344,145.17	281,250.00	268,843.71	146,100.00	146,972.95	138,570.00	143,033.61
RECEIPTS OVER (UNDER) DISBURSEMENTS	(37,398.00)	(3,046.58)	19,650.00	71,067.18	(14,050.00)	20,950.39	(16,520.00)	4,198.40
CASH AND INVESTMENT BALANCES, JANUARY 1	266,144.38	266,144.38	195,077.20	195,077.20	23,926.76	23,926.76	19,728.36	19,728.36
CASH AND INVESTMENT BALANCES, DECEMBER 31	\$ 228,746.38	\$ 263,097.80	\$ 214,727.20	\$ 266,144.38	\$ 9,876.76	\$ 44,877.15	\$ 3,208.36	\$ 23,926.76

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

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND
INVESTMENT BALANCES -BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEARS ENDED DECEMBER 31, 2017 AND 2016

	LAW ENFORCEMENT TRAINING FUND				PROSECUTING ATTORNEY TRAINING FUND			
	2017		2016		2017		2016	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Intergovernmental	\$ 1,250.00	\$ 1,096.71	\$ 1,250.00	\$ 1,360.37	\$ -	\$ -	\$ -	\$ -
Charges for Services	2,500.00	2,228.00	3,000.00	2,760.50	650.00	572.97	750.00	694.97
Interest Income	1.00	4.84	1.00	2.29	0.25	0.55	0.25	0.29
Other	-	-	-	3,605.25	-	1,000.00	-	-
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	3,751.00	3,329.55	4,251.00	7,728.41	650.25	1,573.52	750.25	695.26
DISBURSEMENTS								
Mileage and Training	4,000.00	4,096.31	3,100.00	2,674.39	600.00	1,513.82	800.00	776.12
Prosecuting Attorney Expenses	-	-	-	-	-	-	-	-
Supplies	-	-	1,000.00	3,949.02	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	4,000.00	4,096.31	4,100.00	6,623.41	600.00	1,513.82	800.00	776.12
RECEIPTS OVER (UNDER) DISBURSEMENTS	(249.00)	(766.76)	151.00	1,105.00	50.25	59.70	(49.75)	(80.86)
CASH AND INVESTMENT BALANCES, JANUARY 1	2,918.60	2,918.60	1,813.60	1,813.60	21.94	21.94	102.80	102.80
CASH AND INVESTMENT BALANCES, DECEMBER 31	<u>\$ 2,669.60</u>	<u>\$ 2,151.84</u>	<u>\$ 1,964.60</u>	<u>\$ 2,918.60</u>	<u>\$ 72.19</u>	<u>\$ 81.64</u>	<u>\$ 53.05</u>	<u>\$ 21.94</u>

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THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND
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	SHERIFF'S REVOLVING FUND				RECORDER'S USER FEE FUND			
	2017		2016		2017		2016	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges For Services	10,000.00	5,250.00	13,000.00	32,464.00	10,500.00	12,549.50	10,500.00	11,947.00
Interest Income	100.00	432.12	50.00	161.41	-	-	-	-
Other	-	-	-	-	60.00	200.19	90.00	65.88
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	10,100.00	5,682.12	13,050.00	32,625.41	10,560.00	12,749.69	10,590.00	12,012.88
DISBURSEMENTS								
Equipment	2,000.00	-	10,500.00	-	5,000.00	10,244.97	5,000.00	-
Criminal Records Search	10,000.00	3,479.55	3,500.00	6,987.75	-	-	-	-
Training and Mileage	-	-	-	-	1,000.00	897.71	1,000.00	859.52
Office	-	-	-	-	8,395.00	2,750.37	10,895.00	2,709.68
Transfers Out	-	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	12,000.00	3,479.55	14,000.00	6,987.75	14,395.00	13,893.05	16,895.00	3,569.20
RECEIPTS OVER (UNDER) DISBURSEMENTS	(1,900.00)	2,202.57	(950.00)	25,637.66	(3,835.00)	(1,143.36)	(6,305.00)	8,443.68
CASH AND INVESTMENT BALANCES, JANUARY 1	76,131.12	76,131.12	50,493.46	50,493.46	32,384.03	32,384.03	23,940.35	23,940.35
CASH AND INVESTMENT BALANCES, DECEMBER 31	<u>\$ 74,231.12</u>	<u>\$ 78,333.69</u>	<u>\$ 49,543.46</u>	<u>\$ 76,131.12</u>	<u>\$ 28,549.03</u>	<u>\$ 31,240.67</u>	<u>\$ 17,635.35</u>	<u>\$ 32,384.03</u>

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THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND
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YEARS ENDED DECEMBER 31, 2017 AND 2016

	ELECTION SERVICES FUND				SHERIFF'S CIVIL FEE FUND			
	2017		2016		2017		2016	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Intergovernmental	\$ 4,750.00	\$ 2,010.50	\$ 8,750.00	\$ 14,250.02	\$ 9,000.00	\$ 9,985.76	\$ -	\$ 17,177.12
Charges for Services	-	-	-	-	20,000.00	22,578.01	25,000.00	26,205.00
Interest Income	10.00	45.80	20.00	11.56	75.00	209.48	100.00	85.49
Other	-	-	-	-	19,500.00	35,844.26	17,500.00	26,139.91
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	4,760.00	2,056.30	8,770.00	14,261.58	48,575.00	68,617.51	42,600.00	69,607.52
DISBURSEMENTS								
Office	2,450.00	2,664.88	1,250.00	1,224.88	17,000.00	16,179.29	23,000.00	14,291.37
Training	2,500.00	2,766.63	2,500.00	1,484.06	4,000.00	7,981.24	7,000.00	3,367.68
Supplies	-	-	-	-	11,000.00	21,495.99	5,000.00	8,570.17
Public Safety	-	-	-	-	18,000.00	9,985.76	9,000.00	10,570.96
Fundraising	-	-	-	-	9,000.00	20,057.43	8,500.00	19,415.91
Other	400.00	30.60	400.00	52.78	2,000.00	120.00	4,000.00	924.64
Transfers Out	-	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	5,350.00	5,462.11	4,150.00	2,761.72	61,000.00	75,819.71	56,500.00	57,140.73
RECEIPTS OVER (UNDER) DISBURSEMENTS	(590.00)	(3,405.81)	4,620.00	11,499.86	(12,425.00)	(7,202.20)	(13,900.00)	12,466.79
CASH AND INVESTMENT BALANCES, JANUARY 1	8,685.21	8,685.21	(2,814.65)	(2,814.65)	39,229.91	39,229.91	26,763.12	26,763.12
CASH AND INVESTMENT BALANCES, DECEMBER 31	\$ 8,095.21	\$ 5,279.40	\$ 1,805.35	\$ 8,685.21	\$ 26,804.91	\$ 32,027.71	\$ 12,863.12	\$ 39,229.91

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

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND
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YEARS ENDED DECEMBER 31, 2017 AND 2016

	SENATE BILL 40 FUND				SHERIFF'S RESERVE FUND			
	2017		2016		2017		2016	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Property Taxes	\$ 300,000.00	\$ 323,020.30	\$ 290,000.00	\$ 341,302.58	\$ -	\$ -	\$ -	\$ -
Intergovernmental	320.00	16,913.46	270.00	880.00	-	-	-	-
Charges For Services	-	-	-	-	-	-	-	-
Interest Income	500.00	781.38	500.00	542.07	2.00	28.39	5.00	9.39
Other	-	91.02	-	3,254.00	2,000.00	2,400.00	2,000.00	3,400.00
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	300,820.00	340,806.16	290,770.00	345,978.65	2,002.00	2,428.39	2,005.00	3,409.39
DISBURSEMENTS								
Sheltered Workshops	223,000.00	212,021.97	231,495.00	186,097.34	-	-	-	-
Rent Expense	100,000.00	100,000.00	100,000.00	100,000.00	-	-	-	-
Building Maintenance	15,000.00	-	32,950.00	-	-	-	-	-
Accounting Audit	5,000.00	-	5,000.00	-	-	-	-	-
Salaries	3,000.00	13,750.00	3,100.00	1,500.00	-	-	-	-
Executive Services	21,000.00	19,200.00	10,400.00	9,600.00	-	-	-	-
Insurance	23,000.00	28,689.25	23,000.00	19,013.49	-	-	-	-
Office	13,000.00	10,735.45	13,100.00	2,838.45	2,500.00	4,380.83	3,500.00	-
Training	-	-	-	-	-	-	750.00	1,050.00
Other	-	-	-	-	-	-	100.00	-
Transfers Out	-	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	403,000.00	384,396.67	419,045.00	319,049.28	2,500.00	4,380.83	4,350.00	1,050.00
RECEIPTS OVER (UNDER) DISBURSEMENTS	(102,180.00)	(43,590.51)	(128,275.00)	26,929.37	(498.00)	(1,952.44)	(2,345.00)	2,359.39
CASH AND INVESTMENT BALANCES, JANUARY 1	173,679.10	173,679.10	146,749.73	146,749.73	7,624.83	7,624.83	5,265.44	5,265.44
CASH AND INVESTMENT BALANCES, DECEMBER 31	\$ 71,499.10	\$ 130,088.59	\$ 18,474.73	\$ 173,679.10	\$ 7,126.83	\$ 5,672.39	\$ 2,920.44	\$ 7,624.83

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THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND
INVESTMENT BALANCES -BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEARS ENDED DECEMBER 31, 2017 AND 2016

	COLLECTOR'S TAX MAINTENANCE FUND				SENIOR CITIZENS SALES TAX FUND			
	2017		2016		2017		2016	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Sales Taxes	\$ -	\$ -	\$ -	\$ -	\$ 360,000.00	\$ 366,056.16	\$ 360,000.00	\$ 361,744.81
Intergovernmental	-	-	-	-	-	-	-	-
Charges for Services	17,360.00	17,805.90	16,550.00	17,011.46	-	-	-	-
Interest Income	35.00	146.41	35.00	37.16	275.00	618.27	275.00	282.58
Other	35.00	100.81	36.00	11.95	-	-	-	-
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	17,430.00	18,053.12	16,621.00	17,060.57	360,275.00	366,674.43	360,275.00	362,027.39
DISBURSEMENTS								
Training	10,000.00	10,268.90	10,000.00	8,428.98	-	-	-	-
Office	4,500.00	391.60	2,000.00	2,800.36	-	-	-	-
Equipment	1,000.00	1,202.80	1,000.00	350.65	-	-	-	-
Professional Services	3,000.00	280.00	3,000.00	287.97	-	-	-	-
Senior Citizens Health and Welfare	-	-	-	-	445,136.91	380,614.70	422,515.00	336,384.90
Other	1,500.00	1,650.71	4,000.00	1,428.99	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	20,000.00	13,794.01	20,000.00	13,296.95	445,136.91	380,614.70	422,515.00	336,384.90
RECEIPTS OVER (UNDER) DISBURSEMENTS	(2,570.00)	4,259.11	(3,379.00)	3,763.62	(84,861.91)	(13,940.27)	(62,240.00)	25,642.49
CASH AND INVESTMENT BALANCES, JANUARY 1	23,654.97	23,654.97	19,891.35	19,891.35	162,924.86	162,924.86	137,282.37	137,282.37
CASH AND INVESTMENT BALANCES, DECEMBER 31	<u>\$ 21,084.97</u>	<u>\$ 27,914.08</u>	<u>\$ 16,512.35</u>	<u>\$ 23,654.97</u>	<u>\$ 78,062.95</u>	<u>\$ 148,984.59</u>	<u>\$ 75,042.37</u>	<u>\$ 162,924.86</u>

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THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND
INVESTMENT BALANCES -BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEARS ENDED DECEMBER 31, 2017 AND 2016

	YOUTH SALES TAX FUND				LOCAL PARK SALES TAX FUND			
	2017		2016		2017		2016	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Sales Taxes	\$ 370,000.00	\$ 365,933.76	\$ 371,000.00	\$ 361,744.81	\$ 1,200,000.00	\$ 1,383,177.21	\$ 1,200,000.00	\$ 1,357,366.37
Intergovernmental	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Interest Income	900.00	2,181.20	800.00	814.15	1,000.00	3,308.69	1,000.00	1,747.61
Other	-	-	-	-	-	1,363.00	-	2,703.00
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	370,900.00	368,114.96	371,800.00	362,558.96	1,201,000.00	1,387,848.90	1,201,000.00	1,361,816.98
DISBURSEMENTS								
Youth Grant Programs	394,215.00	325,234.76	401,687.00	349,129.85	-	-	-	-
Office	1,690.00	1,684.70	820.00	1,453.90	-	-	-	-
TIF Payment	-	-	-	-	880,000.00	872,128.75	880,000.00	871,672.70
City of Perryville	-	-	-	-	700,000.00	658,404.63	315,000.00	314,287.83
Local Park and Lake	-	-	-	-	320,000.00	220,000.00	-	-
Renovation and Maintenance	-	-	-	-	125,000.00	58,466.04	-	-
Other	-	-	-	-	68,500.00	24,741.95	3,500.00	14,376.67
Transfers Out	-	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	395,905.00	326,919.46	402,507.00	350,583.75	2,093,500.00	1,833,741.37	1,198,500.00	1,200,337.20
RECEIPTS OVER (UNDER) DISBURSEMENTS	(25,005.00)	41,195.50	(30,707.00)	11,975.21	(892,500.00)	(445,892.47)	2,500.00	161,479.78
CASH AND INVESTMENT BALANCES, JANUARY 1	372,160.49	372,160.49	360,185.28	360,185.28	981,729.78	981,729.78	820,250.00	820,250.00
CASH AND INVESTMENT BALANCES, DECEMBER 31	<u>\$ 347,155.49</u>	<u>\$ 413,355.99</u>	<u>\$ 329,478.28</u>	<u>\$ 372,160.49</u>	<u>\$ 89,229.78</u>	<u>\$ 535,837.31</u>	<u>\$ 822,750.00</u>	<u>\$ 981,729.78</u>

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

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
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	INMATE SECURITY FUND				ADMINISTRATIVE HANDLING FUND			
	2017		2016		2017		2016	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Charges for Services	\$ 6,000.00	\$ 5,489.50	\$ 5,500.00	\$ 7,191.50	\$ 4,000.00	\$ 5,374.53	\$ 6,500.00	\$ 4,632.47
Intergovernmental	-	-	-	-	-	-	-	-
Interest Income	25.00	109.04	25.00	36.77	40.00	4.79	4.00	4.52
Other	-	-	-	-	745.00	2,842.00	-	745.00
Transfers In	-	-	-	-	7,500.00	5,000.00	7,500.00	7,500.00
TOTAL RECEIPTS	6,025.00	5,598.54	5,525.00	7,228.27	12,285.00	13,221.32	14,004.00	12,881.99
DISBURSEMENTS								
Sheriff Expenses	5,000.00	-	5,000.00	3,879.00	-	-	-	-
Equipment	-	-	-	-	2,500.00	3,724.76	2,500.00	3,510.07
Office	-	-	-	-	3,800.00	3,448.17	4,550.00	3,486.65
Rent	-	-	-	-	2,600.00	1,800.00	2,400.00	2,200.00
Mileage and Training	-	-	-	-	700.00	532.35	1,000.00	682.50
Legal	-	-	-	-	4,200.00	3,705.00	4,500.00	3,900.00
Other	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	5,000.00	-	5,000.00	3,879.00	13,800.00	13,210.28	14,950.00	13,779.22
RECEIPTS OVER (UNDER) DISBURSEMENTS	1,025.00	5,598.54	525.00	3,349.27	(1,515.00)	11.04	(946.00)	(897.23)
CASH AND INVESTMENT BALANCES, JANUARY 1	16,299.79	16,299.79	12,950.52	12,950.52	168.46	168.46	1,065.69	1,065.69
CASH AND INVESTMENT BALANCES, DECEMBER 31	\$ 17,324.79	\$ 21,898.33	\$ 13,475.52	\$ 16,299.79	\$ (1,346.54)	\$ 179.50	\$ 119.69	\$ 168.46

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THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
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INVESTMENT BALANCES -BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEARS ENDED DECEMBER 31, 2017 AND 2016

	LAW ENFORCEMENT SALES TAX FUND				LAW ENFORCEMENT RESTITUTION FUND			
	2017		2016		2017		2016	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Sales Taxes	\$ 675,000.00	\$ 732,112.68	\$ 650,000.00	\$ 723,470.96	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	4,000.00	4,050.00	3,500.00	4,673.33
Interest Income	500.00	1,781.54	500.00	783.12	10.00	44.89	30.00	25.32
Other	7,500.00	6,321.51	-	36,944.25	-	-	-	-
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	683,000.00	740,215.73	650,500.00	761,198.33	4,010.00	4,094.89	3,530.00	4,698.65
DISBURSEMENTS								
Equipment	262,500.00	259,985.09	246,080.00	316,341.80	-	-	7,500.00	-
Jail	193,050.00	180,749.60	174,050.00	207,668.53	-	-	-	-
Other	-	-	-	-	-	-	-	-
Transfers Out	350,000.00	300,000.00	425,000.00	300,000.00	7,500.00	5,000.00	7,500.00	7,500.00
TOTAL DISBURSEMENTS	805,550.00	740,734.69	845,130.00	824,010.33	7,500.00	5,000.00	15,000.00	7,500.00
RECEIPTS OVER (UNDER) DISBURSEMENTS	(122,550.00)	(518.96)	(194,630.00)	(62,812.00)	(3,490.00)	(905.11)	(11,470.00)	(2,801.35)
CASH AND INVESTMENT BALANCES, JANUARY 1	143,224.70	143,224.70	206,036.70	206,036.70	9,963.28	9,963.28	12,764.63	12,764.63
CASH AND INVESTMENT BALANCES, DECEMBER 31	<u>\$ 20,674.70</u>	<u>\$ 142,705.74</u>	<u>\$ 11,406.70</u>	<u>\$ 143,224.70</u>	<u>\$ 6,473.28</u>	<u>\$ 9,058.17</u>	<u>\$ 1,294.63</u>	<u>\$ 9,963.28</u>

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

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
STATEMENTS OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS
AGENCY FUNDS - REGULATORY BASIS
AS OF DECEMBER 31, 2017

	<u>Collector</u>	<u>Sheriff</u>	<u>Prosecuting Attorney Restitution</u>	<u>TIF - 1</u>	<u>Recorder</u>	<u>P/S or S/D Election</u>
Cash and Cash Equivalents	\$ 11,837,831.29	\$ 81,606.79	\$ 12,735.83	\$ 70.00	\$ -	\$ 8,575.01
Investments						
Other Investments	-	-	-	-	-	-
Total Investments	-	-	-	-	-	-
Total Assets	11,837,831.29	81,606.79	12,735.83	70.00	-	8,575.01
LIABILITIES AND FUND BALANCES						
TOTAL LIABILITIES	11,837,831.29	81,606.79	12,735.83	70.00	-	8,575.01
UNRESERVED FUND BALANCES	-	-	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 11,837,831.29</u>	<u>\$ 81,606.79</u>	<u>\$ 12,735.83</u>	<u>\$ 70.00</u>	<u>\$ -</u>	<u>\$ 8,575.01</u>
	<u>Federal Revenue Sharing</u>	<u>Court Juvenile Fees</u>	<u>CERF Funds</u>	<u>Dist and City School Funds</u>	<u>Loanable School Fines and Interest</u>	<u>Criminal Cost & Inquest</u>
ASSETS						
Cash and Cash Equivalents	\$ -	\$ 3,352.94	\$ -	\$ -	\$ 81,261.93	\$ -
Investments						
Other Investments	-	-	-	-	-	-
Total Investments	-	-	-	-	-	-
Total Assets	-	3,352.94	-	-	81,261.93	-
LIABILITIES AND FUND BALANCES						
TOTAL LIABILITIES	-	3,352.94	-	-	81,261.93	-
UNRESERVED FUND BALANCES	-	-	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ -</u>	<u>\$ 3,352.94</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 81,261.93</u>	<u>\$ -</u>
	<u>Fees Due Others</u>	<u>Library</u>	<u>Financial Institution Tax</u>	<u>Surplus Tax Sales Fund</u>	<u>Shop with a Cop</u>	<u>Domestic Violence Shelter Fees</u>
ASSETS						
Cash and Cash Equivalents	\$ 671.91	\$ -	\$ 29,726.25	\$ 4,986.37	\$ 7,947.06	\$ 5,105.00
Investments						
Other Investments	-	-	-	-	-	-
Total Investments	-	-	-	-	-	-
Total Assets	671.91	-	29,726.25	4,986.37	7,947.06	5,105.00
LIABILITIES AND FUND BALANCES						
TOTAL LIABILITIES	671.91	-	29,726.25	4,986.37	7,947.06	5,105.00
UNRESERVED FUND BALANCES	-	-	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 671.91</u>	<u>\$ -</u>	<u>\$ 29,726.25</u>	<u>\$ 4,986.37</u>	<u>\$ 7,947.06</u>	<u>\$ 5,105.00</u>
	<u>Total Agency Funds</u>					
ASSETS						
Cash and Cash Equivalents	\$ 12,073,870.38					
Investments						
Other Investments	-					
Total Investments	-					
Total Assets	12,073,870.38					
LIABILITIES AND FUND BALANCES						
TOTAL LIABILITIES	12,073,870.38					
UNRESERVED FUND BALANCES	-					
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 12,073,870.38</u>					

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

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
STATEMENTS OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS
AGENCY FUNDS - REGULATORY BASIS
AS OF DECEMBER 31, 2016

	<u>Collector</u>	<u>Sheriff</u>	<u>Prosecuting Attorney Restitution</u>	<u>TIF - 1</u>	<u>Recorder</u>	<u>P/S or S/D Election</u>
Cash and Cash Equivalents	\$ 12,760,934.93	\$ 62,661.20	\$ 19,277.18	\$ -	\$ -	\$ 6,869.39
Investments						
Other Investments	-	-	-	-	-	-
Total Investments	-	-	-	-	-	-
Total Assets	12,760,934.93	62,661.20	19,277.18	-	-	6,869.39
LIABILITIES AND FUND BALANCES						
TOTAL LIABILITIES	12,760,934.93	62,661.20	19,277.18	-	-	6,869.39
UNRESERVED FUND BALANCES	-	-	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 12,760,934.93</u>	<u>\$ 62,661.20</u>	<u>\$ 19,277.18</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,869.39</u>

	<u>Federal Revenue Sharing</u>	<u>Court Juvenile Fees</u>	<u>CERF Funds</u>	<u>Dist and City School Funds</u>	<u>Loanable School Fines and Interest</u>	<u>Criminal Cost & Inquest</u>
ASSETS						
Cash and Cash Equivalents	\$ -	\$ 4,764.57	\$ -	\$ -	\$ 86,087.12	\$ -
Investments						
Other Investments	-	-	-	-	-	-
Total Investments	-	-	-	-	-	-
Total Assets	-	4,764.57	-	-	86,087.12	-
LIABILITIES AND FUND BALANCES						
TOTAL LIABILITIES	-	4,764.57	-	-	86,087.12	-
UNRESERVED FUND BALANCES	-	-	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ -</u>	<u>\$ 4,764.57</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 86,087.12</u>	<u>\$ -</u>

	<u>Fees Due Others</u>	<u>Library</u>	<u>Financial Institution Tax</u>	<u>Surplus Tax Sales Fund</u>	<u>Shop with a Cop</u>	<u>Domestic Violence Shelter Fees</u>
ASSETS						
Cash and Cash Equivalents	\$ 220.62	\$ -	\$ -	\$ 5,302.04	\$ 14,478.59	\$ 5,347.50
Investments						
Other Investments	-	-	-	-	-	-
Total Investments	-	-	-	-	-	-
Total Assets	220.62	-	-	5,302.04	14,478.59	5,347.50
LIABILITIES AND FUND BALANCES						
TOTAL LIABILITIES	220.62	-	-	5,302.04	14,478.59	5,347.50
UNRESERVED FUND BALANCES	-	-	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 220.62</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,302.04</u>	<u>\$ 14,478.59</u>	<u>\$ 5,347.50</u>

	<u>Total Agency Funds</u>
ASSETS	
Cash and Cash Equivalents	\$ 12,965,943.14
Investments	
Other Investments	-
Total Investments	-
Total Assets	12,965,943.14
LIABILITIES AND FUND BALANCES	
TOTAL LIABILITIES	12,965,943.14
UNRESERVED FUND BALANCES	-
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 12,965,943.14</u>

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

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2017 AND 2016

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The County of Perry, Missouri (“County”), which is governed by a three-member board of commissioners, was established in 1820 by an Act of the Missouri Territory. In addition to the three Commissioners, there are eleven elected Constitutional Officers: County Clerk, Collector, Treasurer, Sheriff, Assessor, Coroner, Circuit Clerk, Recorder, Public Administrator, County Surveyor, and Prosecuting Attorney.

As discussed further in Note I, these financial statements are presented on the regulatory basis of accounting. This basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP).

A. Reporting Entity

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

The County’s operations include tax assessments and collections, state/county courts, county recorder, police protection, transportation, economic development, social and human services, and cultural and recreation services.

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

B. Basis of Presentation

The financial statements are presented using accounting practices prescribed or permitted by Missouri Law, which include a Statement of Receipts, Disbursements and Changes in Cash and Investment Balances – All Governmental Funds, a Comparative Statement of Receipts, Disbursements and Changes in Cash and Investment Balances – Budget and Actual – All Governmental Funds, and a Statement of Assets and Liabilities Arising from Cash Transactions – Agency Funds.

Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. A fund is considered a separate accounting entity with self-balancing accounts. The following fund types are used by the County:

Governmental Fund Types

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

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2017 AND 2016

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Presentation (concluded)

Fiduciary Fund Types

Agency – Agency funds are used to account for assets held by the County in a trustee capacity as an agent of individuals, private organizations, other funds or other governmental units. Agency funds are accounted for and reported similar to the governmental funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations. These funds account for activities of collections for other taxing units by the Collector of Revenue and other officeholders.

C. Basis of Accounting

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

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

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

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

D. Budget and Budgetary Accounting

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

1. In accordance with Chapter 50 RSMo, the County adopts a budget for each governmental fund.

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2017 AND 2016

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Budget and Budgetary Accounting (concluded)

2. On or before January 15th, each elected officer and department director will transmit to the County Clerk, who serves as budget officer, the budget request and revenue estimates for their office or department for the budget year.
3. The County Clerk submits to the County Commission a proposed budget for the fiscal year beginning January 1. The proposed budget included estimated revenues and proposed expenditures for all budgeted funds. Budgeted expenditures cannot exceed beginning available monies plus estimated revenues for the year. Budgeting of appropriations is based upon an estimated unencumbered fund balance at the beginning of the year as well as estimated revenues to be received. The budget to actual comparisons in these financial statements, however, do not present encumbered fund balances, but only compare budgeted and actual revenues and expenditures.
4. A public hearing is conducted to obtain public comment. Prior to its approval by the County Commission, the budget document is available for public inspection.
5. Prior to February 1, the budget is legally enacted by a vote of the County Commission.
6. Subsequent to its formal approval of the budget, the County Commission has the authority to make necessary adjustments to the budget by formal vote of the Commission. Adjustments made during the year are reflected in the budget information in the financial statements.

Budgeted amounts are as originally adopted, or as amended by the County Commission throughout the year. Individual amendments were not material in relation to the original appropriations which were adopted.

7. Budgets are prepared and adopted on the cash basis of accounting.

State law requires that budgeted expenditures not exceed budgeted revenues plus anticipated beginning fund balance. Section 50.740 RSMo prohibits expenditures in excess of the approved budgets.

E. Property Taxes

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

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2017 AND 2016

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Property Taxes (concluded)

The assessed valuation of the tangible taxable property, included within the County's boundaries for the calendar years 2017 and 2016, for purposes of taxation, was:

	2017	2016
Real Estate	\$ 238,153,314	\$ 227,690,411
Personal Property	90,399,481	90,324,277
Railroad and Utilities	17,135,125	17,060,265
	\$ 345,687,920	\$ 335,074,953

During 2017 and 2016, the County Commission approved a \$0.7160 and \$0.7040, respectively, tax levy per \$100 of assessed valuation of tangible taxable property for purposes of County taxation, as follows:

	2017	2016
General Revenue Fund	\$ 0.2257	\$ 0.2179
Special Road and Bridge Fund	0.3063	0.3037
Mental Health Fund	0.0920	0.0912
Senate Bill 40 Fund	0.0920	0.0912
	\$ 0.7160	\$ 0.7040

F. Cash Deposits and Investments

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

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2017 AND 2016

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (concluded)

G. Interfund Transactions

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

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

II. DEPOSITS AND INVESTMENTS

The County maintains a cash and temporary investment pool that is available for use by all funds. Deposits with maturities greater than three months are considered investments. Each fund type's portion of this pool is displayed as "Cash and Investments" under each fund's caption.

Deposits - Missouri statutes require that all deposits with financial institutions be collateralized in an amount at least equal to uninsured deposits. At December 31, 2017, and 2016, the carrying amount of the County's deposits and investments was \$5,301,372.88 and \$5,256,999.24, and the bank balance was \$17,486,772.72 and \$15,504,560.70, respectively. The total bank balance as of December 31, 2016, was insured through the Federal Deposit Insurance Corporation and securities set by the County's financial institutions. The total bank balance as of December 31, 2017, was not fully insured through the Federal Deposit Insurance Corporation and securities by the County's financial institutions.

SUMMARY OF CARRYING VALUES

The carrying values of deposits shown above are included in the financial statements at December 31, 2017, as follows:

<u>Statements of Receipts, Disbursements and Changes in Cash and Investment Balances</u>	
Deposits and cash equivalents	\$ 5,097,977.19
Investments	203,395.69
Total Governmental Funds	5,301,372.88
<u>Statement of Assets and Liabilities Arising from Cash Transactions – Agency Funds:</u>	
Deposits	12,073,870.38
Total Agency Funds	12,073,870.38
Total Deposits and Investments as of December 31, 2017	\$ 17,375,243.26

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2017 AND 2016

II. DEPOSITS AND INVESTMENTS (concluded)

The carrying values of deposits shown above are included in the financial statements at December 31, 2016, as follows:

<u>Statements of Receipts, Disbursements and Changes in Cash and Investment Balances</u>	
Deposits and cash equivalents	\$ 5,106,172.84
Investments	<u>150,826.40</u>
Total Governmental Funds	5,256,999.24
<u>Statement of Assets and Liabilities Arising from Cash Transactions – Agency Funds:</u>	
Deposits	<u>12,965,943.14</u>
Total Agency Funds	<u>12,965,943.14</u>
Total Deposits and Investments as of December 31, 2016	\$ <u>18,222,942.38</u>

Custodial Credit Risk – Deposits

For a deposit, custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The County's investment policy does not include custodial credit risk requirements. The County's deposits were not exposed to custodial credit risk for the year ended December 31, 2016. The County's deposits were exposed to custodial credit risk for the year ended December 31, 2017.

Custodial Credit Risk – Investments

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by the party who sold the security to the County or its agent but not in the government's name. The County does not have a policy for custodial credit risk relating to investments. The County's investments were not exposed to custodial credit risk for the years ended December 31, 2017, and 2016.

Investment Interest Rate Risk

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

Concentration of Investment Credit Risk

Concentration of investment credit risk is required to be disclosed by the County for any single investment that represents 5% or more of total investments (excluding investments issued by or explicitly guaranteed by the U.S. Government, investments in mutual funds, investments in external investment pools and investments in other pooled investments). The County has no policy in place to minimize the risk of loss resulting from over concentration of assets in specific maturity, specific issuer or specific class of securities. The County's deposits were not exposed to concentration of investment credit risk for the years ended December 31, 2017, and 2016.

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2017 AND 2016

III. LONG-TERM DEBT

On May 1, 2014, the County entered into \$2,565,000 Lease Refunding Certificates of Participation, Series 2014, which refunded Series 2005 Leasehold Refunding Revenue Bonds, due in 3 annual varying principal installments ranging from \$845,000 to \$865,000, maturing on May 1, 2017. Interest rate is variable from 0.750% to 1.250%.

On March 15, 2017, the County entered into a Series 2017 Lease Certificates of Participation in the amount of \$3,345,000, which matures on October 15, 2034, due in varying annual principal installments ranging from \$175,000 to \$260,000. Interest rate is variable from 2.500% to 3.500%.

	<u>2017</u>				
	<u>Balance at</u>	<u>Amount</u>	<u>Amount</u>	<u>Balance at</u>	<u>Interest Paid</u>
	<u>December 31, 2016</u>	<u>Borrowed</u>	<u>Repaid</u>	<u>December 31, 2017</u>	<u>During Year</u>
Series 2017	\$ -	\$ 3,345,000.00	\$ -	\$ 3,345,000.00	\$ 58,466.04
Series 2014	865,000.00	-	865,000.00	-	5,406.25
Totals	<u>\$ 865,000.00</u>	<u>\$ 3,345,000.00</u>	<u>\$ 865,000.00</u>	<u>\$ 3,345,000.00</u>	<u>\$ 63,872.29</u>

The future payments as of December 31, 2017, are as follows:

Fiscal Year Ending December 31,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ -	\$ 100,227.50	\$ 100,227.50
2019	175,000.00	98,040.00	273,040.00
2020	175,000.00	93,665.00	268,665.00
2021	180,000.00	89,227.50	269,227.50
2022	180,000.00	84,727.50	264,727.50
2023-2027	990,000.00	343,702.50	1,333,702.50
2028-2032	1,135,000.00	185,406.25	1,320,406.25
2033-2034	510,000.00	18,025.00	528,025.00
TOTALS	<u>\$ 3,345,000.00</u>	<u>\$ 1,013,021.25</u>	<u>\$ 4,358,021.25</u>

	<u>2016</u>				
	<u>Balance at</u>	<u>Amount</u>	<u>Amount</u>	<u>Balance at</u>	<u>Interest Paid</u>
	<u>December 31, 2015</u>	<u>Borrowed</u>	<u>Repaid</u>	<u>December 31, 2016</u>	<u>During Year</u>
Series 2014	\$ 1,720,000.00	\$ -	\$ 855,000.00	\$ 865,000.00	\$ 15,082.50
Totals	<u>\$ 1,720,000.00</u>	<u>\$ -</u>	<u>\$ 855,000.00</u>	<u>\$ 865,000.00</u>	<u>\$ 15,082.50</u>

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2017 AND 2016

III. LONG-TERM DEBT (concluded)

The future payments as of December 31, 2016, are as follows:

Fiscal Year Ending December 31,	Principal	Interest	Total
2017	\$ 865,000.00	\$ 5,406.25	\$ 870,406.25
TOTALS	<u>\$ 865,000.00</u>	<u>\$ 5,406.25</u>	<u>\$ 870,406.25</u>

On April 1, 2014, the County entered into a \$350,184.15 Loan Refunding, Series 2014, which refunded the 2006 loan, due in varying annual principal installments ranging from \$32,124.69 to \$50,953.61 through April 1, 2022. The interest rate is 4.00% and the loan was paid off in 2017.

<u>2017</u>					
	Balance at December 31, 2016	Amount Borrowed	Amount Repaid	Balance at December 31, 2017	Interest Paid During Year
Series 2014	\$ 218,218.60	\$ -	\$ 218,218.60	\$ -	\$ 13,505.54
Totals	<u>\$ 218,218.60</u>	<u>\$ -</u>	<u>\$ 218,218.60</u>	<u>\$ -</u>	<u>\$ 13,505.54</u>

<u>2016</u>					
	Balance at December 31, 2015	Amount Borrowed	Amount Repaid	Balance at December 31, 2016	Interest Paid During Year
Series 2014	\$ 260,084.16	\$ -	\$ 41,865.56	\$ 218,218.60	\$ 12,411.19
Totals	<u>\$ 260,084.16</u>	<u>\$ -</u>	<u>\$ 41,865.56</u>	<u>\$ 218,218.60</u>	<u>\$ 12,411.19</u>

The future payments as of December 31, 2016, are as follows:

Fiscal Year Ending December 31,	Principal	Interest	Total
2017	\$ 218,218.60	\$ 13,505.54	\$ 231,724.14
TOTALS	<u>\$ 218,218.60</u>	<u>\$ 13,505.54</u>	<u>\$ 231,724.14</u>

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2017 AND 2016

IV. OPERATING LEASES

On July 2, 2015, the County entered into an operating lease with Deere Credit, Inc. to lease a motor grader. The lease requires 60 monthly payments of \$1,922.22 starting on July 2, 2015 and maturing on June 2, 2020.

On August 1, 2015, the County entered into an operating lease with Deere Credit, Inc. to lease a utility tractor. The lease requires 2 equal payments of \$3,800 to be paid on September 1, 2015 and March 1, 2016. The lease matures on July 31, 2016. This lease was paid off in 2016.

On August 1, 2016, the County entered into an operating lease with Deere Credit, Inc. to lease a utility tractor. The lease requires 2 equal payments of \$3,800 to be paid on September 1, 2016 and March 1, 2017. The lease matures on August 1, 2017. The lease was paid off in 2017.

On August 1, 2017, the County entered into an operating lease with Deere Credit, Inc. to lease a utility tractor. The lease requires 2 equal payments of \$3,675 to be paid on September 1, 2017 and March 1, 2018. The lease matures on July 31, 2018.

On August 15, 2017, the County entered into an operating lease with Deere Credit, Inc. to lease an excavator. The lease requires 36 monthly payments of \$1,948.70 starting on August 15, 2017 and maturing on July 15, 2020.

	Balance at December 31, 2016	Amount Borrowed	Amount Repaid	Balance at December 31, 2017	Interest Paid During Year
JD Grader	\$ 78,811.02	\$ -	\$ 21,117.94	\$ 57,693.08	\$ -
6130ML Utility Tractor	3,800.00	-	3,800.00	-	-
6130ML Utility Tractor	-	7,350.00	3,675.00	3,675.00	-
JD Excavator	-	70,153.20	11,692.20	58,461.00	-
Totals	<u>\$ 82,611.02</u>	<u>\$ 77,503.20</u>	<u>\$40,285.14</u>	<u>\$ 119,829.08</u>	<u>\$ -</u>

The future payments as of December 31, 2017, are as follows:

Fiscal Year Ending December 31,	Principal	Interest	Total
2018	\$ 50,126.04	\$ -	\$ 50,126.04
2019	46,451.04	-	46,451.04
2020	23,252.00	-	23,252.00
TOTALS	<u>\$ 119,829.08</u>	<u>\$ -</u>	<u>\$ 119,829.08</u>

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2017 AND 2016

IV. OPERATING LEASES (concluded)

	Balance at <u>December 31, 2015</u>	Amount <u>Borrowed</u>	Amount <u>Repaid</u>	Balance at <u>December 31, 2016</u>	Interest Paid <u>During Year</u>
JD Grader	\$ 101,877.66	\$ -	\$ 23,066.64	\$ 78,811.02	\$ -
6125R Utility Tractor	3,800.00	-	3,800.00	-	-
6130ML Utility Tractor	-	7,600.00	3,800.16	3,800.00	-
Totals	<u>\$ 105,677.66</u>	<u>\$ 7,600.00</u>	<u>\$30,666.64</u>	<u>\$ 82,611.02</u>	<u>\$ -</u>

The future payments as of December 31, 2016, are as follows:

Fiscal Year Ending <u>December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 24,917.94	\$ -	\$ 24,917.94
2018	23,066.64	-	23,066.64
2019	23,066.64	-	23,066.64
2020	11,559.80	-	11,559.80
TOTALS	<u>\$ 82,611.02</u>	<u>\$ -</u>	<u>\$ 82,611.02</u>

V. INTERFUND TRANSFERS

Transfers between funds for the years ended December 31, 2017, and 2016 are as follows:

	<u>2017</u>		<u>2016</u>	
	<u>TRANSFERS IN</u>	<u>TRANSFERS OUT</u>	<u>TRANSFERS IN</u>	<u>TRANSFERS OUT</u>
General Revenue Fund	\$ 435,000	\$ -	\$ 435,000	\$ -
Special Road and Bridge Fund	-	135,000	-	135,000
Administrative Handling Fund	5,000	-	7,500	-
Law Enforcement Sales Tax Fund	-	300,000	-	300,000
Law Enforcement Restitution Fund	-	5,000	-	7,500
TOTAL	<u>\$ 440,000</u>	<u>\$ 440,000</u>	<u>\$ 442,500</u>	<u>\$ 442,500</u>

Transfers are used to (1) move receipts from the fund that statute or budget requires to collect them to the fund that statute or budget requires to disburse them, and (2) use unrestricted receipts in the General Revenue Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2017 AND 2016

VI. COUNTY EMPLOYEES' RETIREMENT FUND (CERF)

A. Plan Description

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

CERF is a mandatory cost-sharing multiple employer retirement system for each county in the state of Missouri, except any city not within a county (which excludes the City of St. Louis) and counties of the first classification with a charter form of government. CERF covers county elective or appointive officers or employees whose position requires the actual performance of duties not less than 1,000 hours per year; including employees of circuit courts located in a first class, non-charter county which is not participating in the Local Government Employees Retirement System (LAGERS); and does not cover circuit clerks, deputy circuit clerks, county prosecuting attorneys, and county sheriffs. Until January 1, 2000, employees hired before January 1, 2000, could opt out of the system.

CERF is a defined benefit plan providing retirement and death benefits to its members. All benefits vest after 8 years of creditable service. Employees who retire on or after age 62 are entitled to an allowance for life based on the form of payment selected. The normal form of payment is a single life annuity. Optional joint and survivor annuity and 10-year certain and life annuity payments are also offered to members in order to provide benefits to a named survivor annuitant after their death. Employees who have a minimum of 8 years of creditable service may retire with an early retirement benefit and receive a reduced allowance after attaining age 55. Annual cost-of-living adjustments, not to exceed 1%, are provided for eligible retirees and survivor annuitants, up to a lifetime maximum of 50% of the initial benefit which the member received upon retirement. Benefit provisions are fixed by state statute and may be amended only by action of the Missouri Legislature. Administrative expenses for the operation of CERF are paid out of the funds of the system.

The County Employees' Retirement Fund issues audited financial statements. Copies of these statements may be obtained from the Board of Directors of CERF by writing to CERF, 2121 Schotthill Woods Drive, Jefferson City, MO 65101, or by calling 1-573-632-9203.

B. Contributions

Prior to January 1, 2003, participating county employees, except for those who participated in LAGERS, were required to make contributions equal to 2% of gross compensation. Effective January 1, 2003, participating county employees hired on or after February 25, 2002, are required to make contributions of 4% if they are in a LAGERS county and contributions of 6% if they are in a non-LAGERS county. If an employee leaves covered employment before attaining 8 years of creditable service, accumulated employee contributions are refunded to the employee. The contribution rate is set by state statute and may be amended only by action of the Missouri Legislature. Counties may elect to make all or a portion of the required 4% contribution on behalf of employees. Total contributions remitted to CERF for the years ended December 31, 2017, and 2016 were \$47,399.94 and \$40,642.85, respectively.

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2017 AND 2016

VII. LOCAL GOVERNMENT EMPLOYEES RETIREMENT SYSTEM (LAGERS)

Plan Description

The Perry County’s defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. Perry County participates in the Missouri Local Government Employees Retirement System (LAGERS). LAGERS is an agent multiple-employer, statewide public employee pension plan established in 1967 and administered in accordance with RSMo. 70.600-70.755. As such, it is LAGERS responsibility to administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401(a) and is tax exempt. The responsibility for the operations and administration of LAGERS is vested in the LAGERS Board of Trustees consisting of seven persons. LAGERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by accessing the LAGERS website at www.molagers.org.

Benefits Provided

LAGERS provides retirement, death and disability benefits to employees of participating political subdivisions. All benefits vest after 5 years of credited service. Employees who retire on or after age 60 (55 for police and fire) with 5 or more years of service are entitled to an allowance for life based upon the benefit program then in effect for their political subdivision. Employees may retire with an early retirement benefit with a minimum of 5 years of credited service and after attaining age 55 (50 for police and fire) and receive a reduced allowance. The LAGERS Board of Trustees establishes the benefit plans and provisions that are available for adoption. The political subdivision’s governing body adopts all benefits of the plan.

2017 Valuation

Benefit Multiplier:	1.75%
Final Average Salary:	3 Years
Member Contributions:	0.00%

Benefit terms provide for annual post retirement adjustments to each member’s retirement allowance subsequent to the member’s retirement date. The annual adjustment is based on the increase in the Consumer Price Index and is limited to 4% per year.

Employees Covered By Benefit Terms

At June 30, 2017, the following employees were covered by the benefit terms:

	General	Police
Inactive employees or beneficiaries currently receiving benefits	40	10
Inactive employees entitled to but not yet receiving benefits	17	19
Active employees	66	22
	123	51

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2017 AND 2016

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

Contributions

The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance an unfunded accrued liability. Full-time employees of Perry County do not contribute to the pension plan. Employer contribution rates are 10.2% (General) and 11.4% (Police) of annual covered payroll.

Net Pension Liability

The employer's net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of February 28, 2017.

Actuarial Assumptions

The total pension liability in the February 29, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25%
Salary Increase	3.25% to 6.55% including inflation
Investment rate of return	7.25%

Mortality rates were based on the RP-2014 Healthy Annuitant mortality tables, for males and females.

The long-term expected rate of return on pension plan investments was determined using a model method in which the best-estimate ranges of expected future real rates of return (expected returns, net of investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Equity	43.00%	5.29%
Fixed Income	26.00%	2.23%
Real Assets	21.00%	3.31%
Strategic Assets	10.00%	5.73%

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2017 AND 2016

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

Discount Rate

The discount rate used to measure the total pension liability is 7.25%. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payment to determine the total pension liability.

Schedule of Changes in Net Pension Liability and Related Ratios

	General Division	Police Division
A. Total Pension Liability		
1 Service Cost	\$ 216,106	\$ 86,346
2 Interest on Total Pension Liability	699,532	209,449
3 Changes of Benefit Terms	-	-
4 Difference between expected and actual experience of the Total Pension Liability	(105,702)	(102,190)
5 Changes of Assumptions	-	-
6 Benefit payments, including refunds of employee contributions	(402,991)	(36,984)
7 Net change in total pension liability	406,945	156,621
8 Total pension liability - beginning	9,740,523	2,864,697
9 Total pension liability - ending	<u>\$ 10,147,468</u>	<u>\$ 3,021,318</u>
B. Plan Fiduciary Net Position		
1 Contributions - employer	\$ 281,766	\$ 82,464
2 Contributions - employee	-	-
3 Net investment income	1,048,485	340,223
4 Benefit payments, including refunds of employee contributions	(402,991)	(36,984)
5 Pension plan administrative expense	(9,777)	(3,540)
6 Other (net transfer)	(19,584)	6,676
7 Net change in plan fiduciary net position	897,899	388,839
8 Plan fiduciary net position - beginning	8,801,402	2,837,779
9 Plan fiduciary net position - ending	<u>\$ 9,699,301</u>	<u>\$ 3,226,618</u>
C. Net Pension Liability / (Asset)	<u>\$ 448,167</u>	<u>\$ (205,300)</u>
D. Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	95.58%	106.80%
E. Covered-Employee Payroll	\$ 2,252,264	\$ 791,874
F. Net Pension Liability as a Percentage of Covered Employee	19.90%	-25.93%

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2017 AND 2016

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

Sensitivity of the Net Position Liability to Changes in the Discount Rate

The following presents the Net Pension Liability of the employer, calculated using the discount rate of 7.25%, as well as what the employer's Net Pension Liability would be using a discount rate that is 1% lower (6.25%) or 1% higher (8.25%) than the current rate.

Sensitivity of Net Pension Liability to the Single Discount Rate

	1% Decrease 6.25%	Current Single Discount Rate Assumption 7.25%	1% Increase 8.25%
General Division:			
Total Pension Liability (TPL)	\$ 11,570,882	\$ 10,147,468	\$ 8,966,970
Plan Fiduciary Net Position	9,699,301	9,699,301	9,699,301
Net Pension Liability / (Asset) (NPL)	\$ 1,871,581	\$ 448,167	\$ (732,331)
Police Division:			
Total Pension Liability (TPL)	\$ 3,509,800	\$ 3,021,318	\$ 2,622,400
Plan Fiduciary Net Position	3,226,618	3,226,618	3,226,618
Net Pension Liability / (Asset) (NPL)	\$ 283,182	\$ (205,300)	\$ (604,218)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2017, the employer would have recognized pension expense of \$500,477 for general and \$101,947 for police. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	General		Police	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 21,949	\$ (40,785)	\$ -	\$ (48,112)
Changes in assumptions	65,267	-	19,741	-
Net difference between projected and actual earnings on pension plan investments	224,934	(83,149)	71,680	(26,551)
Employer contributions subsequent to the measurement date	-	-	-	-
Total	<u>\$ 312,150</u>	<u>\$ (123,934)</u>	<u>\$ 91,421</u>	<u>\$ (74,663)</u>

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2017 AND 2016

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

*The amount reported as deferred outflows of resources resulting from contributions subsequent to the measurement date will be recognized as a reduction in the Net Pension Liability for the year ending June 30, 2017.

Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	Net Deferred Outflows of Resources - General	Net Deferred Outflows of Resources - Police
2018	\$ 188,216	\$ 16,758
2019	188,214	20,100
2020	107,254	(4,937)
2021	(68,305)	(28,239)
2022	(1,072)	-
Thereafter	-	-
Total	<u>\$ 414,307</u>	<u>\$ 3,682</u>

VII. 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 has contributed \$3,366 and \$2,805, respectively, for the years ended December 31, 2017, and 2016.

VIII. POST-EMPLOYMENT BENEFITS

The County does not provide post-employment benefits except as mandated by the Consolidated Omnibus Budget Reconciliation Act (COBRA). The requirements established by COBRA are fully funded by employees who elect coverage under the Act, and no direct costs are incurred by the County. There were three participants in COBRA at December 31, 2017, and one at December 31, 2016, paying respective premiums of \$11,637.12 and \$2,978.88.

IX. CLAIMS COMMITMENTS AND CONTINGENCIES

A. Litigation

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

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2017 AND 2016

IX. CLAIMS COMMITMENTS AND CONTINGENCIES (concluded)

B. Compensated Absences (Vacation and Sick Time)

The County provides employees with up to 25 days of paid vacation based upon the number of years of continuous service. Upon termination from county employment, an employee is reimbursed for unused vacation leave. Vacation days not used by the end of the year are forfeited. Employees in the County earn 8 hours of sick pay for each month worked. Upon termination from county employment, the employee is not compensated for unused sick time.

C. Federal and State Assisted Programs

The County has received proceeds from several federal and state grants. Periodic audits of these grants are required and certain costs may be questioned as inappropriate expenditures under the grant agreements. Such audits could result in the refund of grant monies to the grantor agencies. Management believes that any required refunds, if determined necessary, will be immaterial. No provision has been made in the accompanying financial statements for the potential refund of grant monies.

X. 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 created pursuant to state statute (Section 537.700 RSMo.). The purpose of the risk pool is to provide liability protection to participating public entities, their officials, and employees. Annual contributions are collected based on actuarial projections to produce sufficient funds to pay losses and expenses. Should contributions not produce sufficient funds to meet its obligations, the risk pool is empowered with the ability to make special assessments. Members are jointly and severally liable for all claims against the risk pool.

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

XI. SUBSEQUENT EVENTS

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

**SUPPLEMENTARY SCHEDULES
AND
AUDITOR'S REPORT**

STATE COMPLIANCE SECTION

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
SCHEDULE OF STATE FINDINGS
DECEMBER 31, 2017 AND 2016

SCHEDULE OF STATE FINDINGS

- I. For the year ended December 31, 2017, actual expenditures exceeded those budgeted in the Assessment Fund, Mental Health Fund, Recycling Center Fund, Law Enforcement Training Fund, Prosecuting Attorney Training Fund, Election Services Fund, Sheriff's Civil Fee Fund and Sheriff's Reserve Fund.
- II. For the year ended December 31, 2016, actual expenditures exceeded those budgeted in the Recycling Center Fund, Law Enforcement Training Fund, Sheriff's Civil Fee Fund and Local Park Sales Tax Fund.
- III. For the year ended December 31, 2017, the Administrative Handling Fund was deficit budgeted.

INTERNAL CONTROL AND COMPLIANCE SECTION



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

Independent Auditor's Report

To the County Commission
The County of Perry, Missouri

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the County of Perry ("County"), Missouri which comprise cash and unencumbered cash for each fund as of and for the years ended December 31, 2017, and 2016, and the related statements of cash receipts and disbursements and changes in cash and investment balances-budget and actual for the years then ended, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated August 10, 2018.

Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and responses that we consider to be significant deficiencies. (2017-001, 2017-002 and 2017-003)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

The County's Responses to Findings

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the 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.

Daniel Jones & Associates

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

August 10, 2018

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
SCHEDULE OF FINDINGS AND RESPONSES
YEARS ENDED DECEMBER 31, 2017 AND 2016

I. FINANCIAL STATEMENT FINDINGS

2017-001 Criteria: Statement on Auditing Standards (SAS) No. 115, *Communicating Internal Control Related Matters Identified in an Audit*, which is effective for periods ending on or after December 15, 2009, as amended by SAS No. 122, *Statements on Auditing Standards: Clarification and Recodification*, considers inadequate documentation of the components of internal control to be at least a significant deficiency.

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

Context: During discussions with management, we noted that internal control documentation has not been prepared.

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

Cause: The County did not prepare the required documentation.

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

Views of responsible officials and planned corrective actions: The County Clerk's (Jared Kutz) office is in the process of preparing the needed documentation to document their internal control structure in conformity with the COSO framework. The expected completion date is the next audit period. The phone number for the Clerk's office is 573-547-4242.

2017-002 Criteria: Antifraud programs and controls are the policies and procedures put in place by an organization to help ensure that management directives are carried out. They are part of the overall system of internal control established to achieve reliability of financial reporting, effectiveness and efficiency of operations, and compliance with applicable laws and regulations.

Condition: During our audit, we noted there is no formal fraud risk assessment in place.

Context: During discussions with management, we noted there were no formal fraud risk assessments implemented.

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

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
SCHEDULE OF FINDINGS AND RESPONSES
YEARS ENDED DECEMBER 31, 2017 AND 2016

I. FINANCIAL STATEMENT FINDINGS (concluded)

2017-002 Cause: Management has not prepared documentation of risk assessments, including identified risks and mitigating controls.

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

Views of responsible officials and planned corrective actions: The County Clerk's (Jared Kutz) office is in the process of preparing the required risk assessment documentation. The expected completion date is the next audit period. The phone number for the Clerk's office is 573-547-7367.

2017-003 Criteria: All cash and investments held by financial institutions must be secured through the Federal Deposit Insurance Corporation (FDIC) or securities pledged by the financial institution.

Condition: During our testing of cash and pledged securities, it was noted that the County's accounts were under-pledged for the year ended December 31, 2017.

Context: The County's bank accounts with a financial institution were under collateralized by \$631,942.54 at December 31, 2017.

Effect: There is a risk that the County's under collateralized balance may not be returned to the County because the balance is not covered under FDIC or other pledged securities.

Cause: Adequate oversight was not in place to ensure all bank account balances were secured through FDIC or other pledged securities.

Recommendation: We recommend that the County periodically review all account balances to ensure they are fully secured.

Views of responsible officials and planned corrective actions: The County will review account balances with the financial institution to ensure that they are collateralized on a regular basis. The Treasurer is Kathy Schumer (573-547-4502) and the Collector of Revenue Rodney Richardet (573-547-4422).

THE COUNTY OF PERRY
PERRYVILLE, MISSOURI
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND RESPONSES
YEARS ENDED DECEMBER 31, 2017 AND 2016

I. PRIOR YEAR FINANCIAL STATEMENT FINDINGS

There was no audit performed for the fiscal year ending December 31, 2015, therefore we have no prior year audit findings to report.



Daniel Jones & Associates

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

CERTIFIED PUBLIC ACCOUNTANTS

August 10, 2018

To the County Commissioners
The County of Perry, Missouri

In planning and performing our audit of the regulatory based financial statements of the County of Perry (the "County") as of and for the years ended December 31, 2017, and 2016, in accordance with auditing standards generally accepted in the United States of America, we considered the County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

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

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

A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the following deficiencies in the County's internal control to be significant deficiencies as noted in section I.

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

- I. Deficiencies Considered to be Significant
- II. Information Required by Professional Standards

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

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

Very truly yours,

Daniel Jones & Associates

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

I. DEFICIENCIES CONSIDERED TO BE SIGNIFICANT

2017-001 Criteria: Statement on Auditing Standards (SAS) No. 115, *Communicating Internal Control Related Matters Identified in an Audit*, which is effective for periods ending on or after December 15, 2009, as amended by SAS No. 122, *Statements on Auditing Standards: Clarification and Recodification*, considers inadequate documentation of the components of internal control to be at least a significant deficiency.

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

Context: During discussions with management, we noted that internal control documentation has not been prepared.

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

Cause: The County did not prepare the required documentation.

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

Views of responsible officials and planned corrective actions: The County Clerk's (Jared Kutz) office is in the process of preparing the needed documentation to document their internal control structure in conformity with the COSO framework. The expected completion date is the next audit period. The phone number for the Clerk's office is 573-547-4242.

2017-002 Criteria: Antifraud programs and controls are the policies and procedures put in place by an organization to help ensure that management directives are carried out. They are part of the overall system of internal control established to achieve reliability of financial reporting, effectiveness and efficiency of operations, and compliance with applicable laws and regulations.

Condition: During our audit, we noted there is no formal fraud risk assessment in place.

Context: During discussions with management, we noted there were no formal fraud risk assessments implemented.

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

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

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

I. DEFICIENCIES CONSIDERED TO BE SIGNIFICANT (Concluded)

2017-002 Views of responsible officials and planned corrective actions: The County Clerk's (Jared Kutz) office is in the process of preparing the required risk assessment documentation. The expected completion date is the next audit period. The phone number for the Clerk's office is 573-547-7367.

2017-003 Criteria: All cash and investments held by financial institutions must be secured through the Federal Deposit Insurance Corporation (FDIC) or securities pledged by the financial institution.

Condition: During our testing of cash and pledged securities, it was noted that the County's accounts were under-pledged for the year ended December 31, 2017.

Context: The County's bank accounts with a financial institution were under collateralized by \$631,942.54 at December 31, 2017.

Effect: There is a risk that the County's under collateralized balance may not be returned to the County because the balance is not covered under FDIC or other pledged securities.

Cause: Adequate oversight was not in place to ensure all bank account balances were secured through FDIC or other pledged securities.

Recommendation: We recommend that the County periodically review all account balances to ensure they are fully secured.

Views of responsible officials and planned corrective actions: The County will review account balances with the financial institution to ensure that they are collateralized on a regular basis. The Treasurer is Kathy Schumer (573-547-4502) and the Collector of Revenue Rodney Richardet (573-547-4422).

II. INFORMATION REQUIRED BY PROFESSIONAL STANDARDS

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

Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated May 14, 2018. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the County are described in Note I to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the 2017 and 2016 fiscal years. We noted no transactions entered into by the County during the years for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

II. INFORMATION REQUIRED BY PROFESSIONAL STANDARDS (Concluded)

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. Due to the County applying the regulatory basis of accounting, no estimates are made during the preparation of financial statements.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated August 10, 2018.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the County's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the County's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.