



NICOLE GALLOWAY, CPA
Missouri State Auditor

To the County Commission
and
Officeholders of Scott County, Missouri

The Office of the State Auditor contracted for an audit of Scott County's financial statements for the year ended December 31, 2021, through the state Office of Administration, Division of Purchasing and Materials Management. The audit includes an audit of each county officer in fulfillment of our duties under Section 29.230.1, RSMo. A copy of this audit, performed by Daniel Jones & Associates, Certified Public Accountants, is attached.

Nicole R. Galloway, CPA
State Auditor

September 2022
Report No. 2022-082

THE COUNTY OF SCOTT
BENTON, MISSOURI
FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REPORTS
AND SUPPLEMENTARY INFORMATION
DECEMBER 31, 2021

**THE COUNTY OF SCOTT
BENTON, MISSOURI
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FINANCIAL SECTION



**Daniel Jones
& Associates**
CERTIFIED PUBLIC ACCOUNTANTS

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

INDEPENDENT AUDITOR'S REPORT

To the County Commission
The County of Scott, Missouri

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the County of Scott ("County"), Missouri, which comprise the Statement of Receipts, Disbursements and Changes in Cash Balances - All Governmental Funds-Regulatory Basis and the Statements of Assets and Liabilities Arising From Cash Transactions - Fiduciary Funds - Regulatory Basis as of December 31, 2021, and the related Statements of Receipts, Disbursements and Changes in Cash Balances - Budget and Actual - All Governmental Funds - Regulatory Basis for the year then ended, and the related notes to the financial statements.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying 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, 2021, and their respective cash receipts and disbursements, and budgetary results for the year then ended in accordance with the financial reporting provisions prescribed or permitted by Missouri law described in Note I.

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 section of our report, the accompanying 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, 2021, or changes in net position and cash flows thereof for the year then ended.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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

As described in Note I of the financial statements, the financial statements are prepared by the County 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 and pervasive.

Responsibilities of Management 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. 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 Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and Government Auditing Standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and Government Auditing Standards, we

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 17, 2022, on our consideration of the County of Scott'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 Scott's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Daniel Jones & Associates".

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

August 17, 2022

FINANCIAL STATEMENTS

THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES -
ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

FUND	CASH BALANCES JANUARY 1, 2021	RECEIPTS 2021	DISBURSEMENTS 2021	CASH BALANCES DECEMBER 31, 2021
General Revenue Fund	\$ 1,005,414.37	\$ 6,329,964.07	\$ 6,151,087.35	\$ 1,184,291.09
Special Road and Bridge Fund	95,870.89	1,562,060.13	1,585,631.29	72,299.73
Assessment Fund	-	545,689.48	518,940.88	26,748.60
Law Enforcement Training Fund	1,586.95	1,799.70	1,168.38	2,218.27
Law Enforcement Fund	-	3,287,103.03	3,286,845.43	257.60
Sheriff's Revolving Fund	331.01	76,060.64	22,753.39	53,638.26
Prosecuting Attorney's Training Fund	5,391.33	2,420.93	-	7,812.26
Election Services Fund	16,638.05	7,833.10	1,063.56	23,407.59
Administrative Handling Cost Fund	18,638.04	4,817.84	1,505.02	21,950.86
American Rescue Act Fund	-	3,745,867.49	357,962.82	3,387,904.67
Landfill Fund	10,941.25	25,111.61	10,950.00	25,102.86
Johnson Grass Fund	19,411.34	53,654.93	40,385.58	32,680.69
Recorder User Fund	96,787.61	47,378.63	7,166.58	136,999.66
HAVA Fund	-	-	-	-
E-911 Communications Fund	200,000.00	540,396.85	599,229.49	141,167.36
Domestic Violence Fund	-	6,989.30	6,989.30	-
Sheriff's POST Fund	0.06	918.82	17.51	901.37
Sheriff's Special Fund	434.52	39,959.47	39,363.46	1,030.53
Law Enforcement Restitution Fund	33,678.26	27,132.36	22,651.12	38,159.50
TIF Allocation Fund	-	36,042.00	36,042.00	-
Insurance Fund	56,219.95	748,653.06	691,639.57	113,233.44
Sheriff's Emergency Response Team Fund	2,175.77	18,136.91	1,906.94	18,405.74
Inmate Security Fund	46,177.21	175,060.36	153,317.47	67,920.10
Collector's Maintenance Fund	84,099.43	59,957.74	72,911.80	71,145.37
Prosecuting Attorney's Delinquent Tax Fund	2,598.95	3,750.03	-	6,348.98
Truancy Fund	145,226.97	11,476.85	7,136.50	149,567.32
Senate Bill 40 Fund	400,592.90	231,602.43	164,605.45	467,589.88
Reserve Fund	1,050,000.00	25,000.00	-	1,075,000.00
D.A.R.E. Fund	647.08	13.03	318.80	341.31
Juvenile Community Assistance Fund	9,289.96	77,875.42	82,694.12	4,471.26
Family Services and Justice Fund	50,117.79	13,840.60	-	63,958.39
CARES Act Fund	52,353.07	306.52	52,659.59	-
TOTAL	\$ 3,404,622.76	\$ 17,706,873.33	\$ 13,916,943.40	\$ 7,194,552.69

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	GENERAL REVENUE FUND	
	2021	
	BUDGET	ACTUAL
RECEIPTS		
Property Taxes	\$ 30,187.00	\$ 27,857.78
Sales Taxes	4,915,262.00	4,915,261.79
Intergovernmental	551,722.00	391,017.61
Charges for Services	715,730.00	712,560.36
Interest	47,014.00	47,013.97
Other	86,653.00	101,252.56
Transfers In	139,000.00	135,000.00
TOTAL RECEIPTS	6,485,568.00	6,329,964.07
DISBURSEMENTS		
County Commission	143,578.00	141,905.20
County Clerk	115,327.00	114,999.38
Elections	139,006.00	129,130.70
Buildings and Grounds	673,237.00	356,716.76
Employee Fringe Benefits	650,000.00	363,643.55
County Treasurer	97,394.00	96,226.65
Collector	175,055.00	186,373.01
Recorder of Deeds	124,201.00	123,552.20
Circuit Clerk	29,000.00	21,438.19
Court Administration	7,200.00	3,066.49
Public Administrator	144,701.00	125,116.83
Sheriff	-	-
Jail	-	-
Prosecuting Attorney	435,226.00	415,634.67
Juvenile Officer	130,000.00	112,791.60
County Coroner	70,938.00	60,248.26
Emergency Management	77,412.00	45,557.94
PA Child Support	116,550.00	112,793.64
Reimbursable Grants	315,099.00	176,605.49
General County	587,100.00	491,601.98
Health and Welfare	5,000.00	326.03
Other	-	-
Transfers Out	3,146,797.00	3,073,358.78
Emergency Fund	200,000.00	-
TOTAL DISBURSEMENTS	7,382,821.00	6,151,087.35
RECEIPTS OVER (UNDER)		
DISBURSEMENTS	(897,253.00)	178,876.72
CASH BALANCES, JANUARY 1	1,005,414.37	1,005,414.37
CASH BALANCES, DECEMBER 31	\$ 108,161.37	\$ 1,184,291.09

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	SPECIAL ROAD AND BRIDGE FUND	
	2021	
	BUDGET	ACTUAL
RECEIPTS		
Property Taxes	\$ 787,625.00	\$ 780,302.16
Intergovernmental	571,135.00	569,168.06
Charges for Services	45,100.00	45,100.00
Interest	6,000.00	3,211.76
Other	64,500.00	64,278.15
Transfers In	121,778.00	100,000.00
TOTAL RECEIPTS	1,596,138.00	1,562,060.13
DISBURSEMENTS		
Salaries	447,000.00	415,539.29
Employee Fringe Benefits	190,000.00	170,446.37
Supplies	161,600.00	156,961.36
Insurance	38,000.00	36,469.00
Road and Bridge Materials	397,500.00	386,269.88
Equipment Repairs	110,000.00	108,935.55
Rentals	1,000.00	-
Equipment Purchases	191,535.00	194,597.81
Road and Bridge Construction	-	-
Other	127,125.00	116,412.03
Transfers Out	-	-
TOTAL DISBURSEMENTS	1,663,760.00	1,585,631.29
RECEIPTS OVER (UNDER)		
DISBURSEMENTS	(67,622.00)	(23,571.16)
CASH BALANCES, JANUARY 1	95,870.89	95,870.89
CASH BALANCES, DECEMBER 31	\$ 28,248.89	\$ 72,299.73

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THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	ASSESSMENT FUND		LAW ENFORCEMENT TRAINING FUND	
	2021		2021	
	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS				
Intergovernmental	\$ 521,045.00	\$ 509,129.20	\$ 200.00	\$ 6.00
Charges for Services	20,020.00	19,779.90	1,700.00	1,760.42
Interest	2,250.00	2,232.75	20.00	33.28
Other	500.00	3,230.63	-	-
Transfers In	11,317.00	11,317.00	-	-
TOTAL RECEIPTS	555,132.00	545,689.48	1,920.00	1,799.70
DISBURSEMENTS				
Salaries	307,146.00	300,164.58	-	-
Employee Fringe Benefits	113,000.00	108,162.57	-	-
Office	2,000.00	1,674.16	-	-
Mileage	7,000.00	4,610.02	-	-
Appraisal Contract	10,500.00	8,300.00	-	-
Equipment and Maintenance	54,046.00	43,213.16	-	-
Aerial Flying	28,740.00	28,739.67	-	-
Training	-	-	3,506.95	1,168.38
Services and Other	32,700.00	24,076.72	-	-
Transfers Out	-	-	-	-
TOTAL DISBURSEMENTS	555,132.00	518,940.88	3,506.95	1,168.38
RECEIPTS OVER (UNDER)				
DISBURSEMENTS	-	26,748.60	(1,586.95)	631.32
CASH BALANCES, JANUARY 1	-	-	1,586.95	1,586.95
CASH BALANCES, DECEMBER 31	\$ -	\$ 26,748.60	\$ -	\$ 2,218.27

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	LAW ENFORCEMENT FUND		SHERIFF'S REVOLVING FUND	
	2021		2021	
	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS				
Sales Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	644,314.00	618,976.57	40,772.99	40,730.25
Charges for Services	27,500.00	23,518.52	35,500.00	35,130.00
Interest	-	-	500.00	200.39
Other	61,130.00	102,468.08	-	-
Transfers In	2,654,813.00	2,542,139.86	-	-
TOTAL RECEIPTS	3,387,757.00	3,287,103.03	76,772.99	76,060.64
DISBURSEMENTS				
Sheriff	120,824.00	115,805.97	77,104.00	22,753.39
Jail	306,100.00	293,821.05	-	-
Vehicles	294,000.00	285,649.86	-	-
Buildings & Other	728,085.00	731,340.92	-	-
Salaries	1,500,000.00	1,421,305.21	-	-
Employee Fringe Benefits	435,748.00	438,922.42	-	-
Grants	3,000.00	-	-	-
Transfers Out	-	-	-	-
TOTAL DISBURSEMENTS	3,387,757.00	3,286,845.43	77,104.00	22,753.39
RECEIPTS OVER (UNDER) DISBURSEMENTS	-	257.60	(331.01)	53,307.25
CASH BALANCES, JANUARY 1	-	-	331.01	331.01
CASH BALANCES, DECEMBER 31	\$ -	\$ 257.60	\$ -	\$ 53,638.26

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	<u>PROSECUTING ATTORNEY'S TRAINING FUND</u>		<u>ELECTION SERVICES FUND</u>	
	<u>2021</u>		<u>2021</u>	
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>BUDGET</u>	<u>ACTUAL</u>
RECEIPTS				
Intergovernmental	\$ 200.00	\$ 12.99	\$ 8,503.29	\$ 5,476.70
Charges for Services	2,500.00	2,262.05	3,000.00	2,104.72
Interest	150.00	145.89	500.00	251.68
Other	-	-	-	-
Transfers In	-	-	-	-
	<u>2,850.00</u>	<u>2,420.93</u>	<u>12,003.29</u>	<u>7,833.10</u>
TOTAL RECEIPTS				
DISBURSEMENTS				
Election Supplies	-	-	28,641.34	1,063.56
Training	8,241.33	-	-	-
	<u>8,241.33</u>	<u>-</u>	<u>28,641.34</u>	<u>1,063.56</u>
TOTAL DISBURSEMENTS				
RECEIPTS OVER (UNDER) DISBURSEMENTS	(5,391.33)	2,420.93	(16,638.05)	6,769.54
CASH BALANCES, JANUARY 1	<u>5,391.33</u>	<u>5,391.33</u>	<u>16,638.05</u>	<u>16,638.05</u>
CASH BALANCES, DECEMBER 31	<u>\$ -</u>	<u>\$ 7,812.26</u>	<u>\$ -</u>	<u>\$ 23,407.59</u>

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	ADMINISTRATIVE HANDLING COST FUND		AMERICAN RESCUE ACT FUND	
	2021		2021	
	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS				
Intergovernmental	\$ -	\$ -	\$ 3,745,868.50	\$ 3,717,720.50
Charges for Services	9,650.00	4,343.48	-	-
Interest	500.00	474.36	-	28,146.99
Other	200.00	-	-	-
Transfers In	-	-	-	-
TOTAL RECEIPTS	10,350.00	4,817.84	3,745,868.50	3,745,867.49
DISBURSEMENTS				
Supplies and Equipment	28,988.04	1,505.02	867,049.00	357,962.82
Transfers Out	-	-	-	-
TOTAL DISBURSEMENTS	28,988.04	1,505.02	867,049.00	357,962.82
RECEIPTS OVER (UNDER) DISBURSEMENTS	(18,638.04)	3,312.82	2,878,819.50	3,387,904.67
CASH BALANCES, JANUARY 1	18,638.04	18,638.04	-	-
CASH BALANCES, DECEMBER 31	\$ -	\$ 21,950.86	\$ 2,878,819.50	\$ 3,387,904.67

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	LANDFILL FUND		JOHNSON GRASS FUND	
	2021		2021	
	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS				
Property Taxes	\$ -	\$ -	\$ 56,000.00	\$ 52,700.94
Sales Taxes	25.00	11.00	-	-
Intergovernmental	-	-	50.00	144.54
Interest	75.00	100.61	800.00	723.74
Other	-	-	-	85.71
Transfers In	20,000.00	25,000.00	-	-
TOTAL RECEIPTS	20,100.00	25,111.61	56,850.00	53,654.93
DISBURSEMENTS				
Repairs	7,000.00	-	-	-
Landfill Project	-	-	-	-
Engineering and Testing	24,041.25	10,950.00	-	-
Salaries and Equipment	-	-	35,000.00	35,000.00
Chemicals	-	-	41,261.34	5,385.58
TOTAL DISBURSEMENTS	31,041.25	10,950.00	76,261.34	40,385.58
RECEIPTS OVER (UNDER) DISBURSEMENTS	(10,941.25)	14,161.61	(19,411.34)	13,269.35
CASH BALANCES, JANUARY 1	10,941.25	10,941.25	19,411.34	19,411.34
CASH BALANCES, DECEMBER 31	\$ -	\$ 25,102.86	\$ -	\$ 32,680.69

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	RECORDER USER FUND		HAVA FUND	
	2021		2021	
	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS				
Intergovernmental	\$ -	\$ -	\$ 2,500.00	\$ -
Charges for Services	57,500.00	45,892.00	-	-
Interest	1,600.00	1,486.63	50.00	-
Other	-	-	-	-
Transfers In	-	-	-	-
TOTAL RECEIPTS	59,100.00	47,378.63	2,550.00	-
DISBURSEMENTS				
Equipment	40,000.00	2,150.69	-	-
Supplies	10,000.00	5,015.89	2,550.00	-
Services and Other	-	-	-	-
TOTAL DISBURSEMENTS	50,000.00	7,166.58	2,550.00	-
RECEIPTS OVER (UNDER) DISBURSEMENTS	9,100.00	40,212.05	-	-
CASH BALANCES, JANUARY 1	96,787.61	96,787.61	-	-
CASH BALANCES, DECEMBER 31	<u>\$ 105,887.61</u>	<u>\$ 136,999.66</u>	<u>\$ -</u>	<u>\$ -</u>

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	E-911 COMMUNICATIONS FUND		DOMESTIC VIOLENCE FUND	
	2021		2021	
	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	65,000.00	60,820.50	1,005.00	8.00
Charges for Services	2,000.00	2,000.00	7,100.00	6,948.83
Interest	-	-	75.00	32.47
Other	155,600.00	143,716.43	-	-
Transfers In	326,056.00	333,859.92	-	-
TOTAL RECEIPTS	548,656.00	540,396.85	8,180.00	6,989.30
DISBURSEMENTS				
Salaries	327,792.00	301,521.96	-	-
Employee Fringe Benefits	91,000.00	85,614.67	-	-
Supplies	3,000.00	5,191.47	-	-
Network Expenses	45,000.00	53,142.68	-	-
Equipment and Maintenance	273,864.00	147,663.77	-	-
Mileage and Training	6,000.00	4,637.25	-	-
Services and Other	2,000.00	1,457.69	-	-
House of Refuge	-	-	8,180.00	6,989.30
TOTAL DISBURSEMENTS	748,656.00	599,229.49	8,180.00	6,989.30
RECEIPTS OVER (UNDER)				
DISBURSEMENTS	(200,000.00)	(58,832.64)	-	-
CASH BALANCES, JANUARY 1	200,000.00	200,000.00	-	-
CASH BALANCES, DECEMBER 31	\$ -	\$ 141,167.36	\$ -	\$ -

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	<u>SHERIFF'S POST FUND</u>		<u>SHERIFF'S SPECIAL FUND</u>	
	<u>2021</u>		<u>2021</u>	
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>BUDGET</u>	<u>ACTUAL</u>
RECEIPTS				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for Services	925.00	918.38	49,750.00	39,843.06
Interest	0.50	0.44	250.00	116.41
Other	-	-	-	-
Transfers In	-	-	-	-
TOTAL RECEIPTS	<u>925.50</u>	<u>918.82</u>	<u>50,000.00</u>	<u>39,959.47</u>
DISBURSEMENTS				
Equipment and Supplies	925.56	17.51	50,434.52	39,363.46
Services and Other	-	-	-	-
Transfers Out	-	-	-	-
TOTAL DISBURSEMENTS	<u>925.56</u>	<u>17.51</u>	<u>50,434.52</u>	<u>39,363.46</u>
RECEIPTS OVER (UNDER)				
DISBURSEMENTS	(0.06)	901.31	(434.52)	596.01
CASH BALANCES, JANUARY 1	<u>0.06</u>	<u>0.06</u>	<u>434.52</u>	<u>434.52</u>
CASH BALANCES, DECEMBER 31	<u>\$ 0.00</u>	<u>\$ 901.37</u>	<u>\$ -</u>	<u>\$ 1,030.53</u>

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	<u>LAW ENFORCEMENT RESTITUTION FUND</u>		<u>TIF ALLOCATION FUND</u>	
	2021		2021	
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>BUDGET</u>	<u>ACTUAL</u>
RECEIPTS				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Sales Taxes	-	-	-	-
Intergovernmental	-	-	-	-
Charges for Services	26,500.00	26,234.32	-	-
Interest	1,200.00	898.04	-	-
Other	-	-	53,000.00	-
Transfers In	-	-	-	36,042.00
TOTAL RECEIPTS	<u>27,700.00</u>	<u>27,132.36</u>	<u>53,000.00</u>	<u>36,042.00</u>
DISBURSEMENTS				
Supplies and Equipment	61,378.26	22,651.12	-	-
City of Sikeston	-	-	38,000.00	27,037.00
City of Miner	-	-	15,000.00	9,005.00
Transfers Out	-	-	-	-
TOTAL DISBURSEMENTS	<u>61,378.26</u>	<u>22,651.12</u>	<u>53,000.00</u>	<u>36,042.00</u>
RECEIPTS OVER (UNDER)				
DISBURSEMENTS	(33,678.26)	4,481.24	-	-
CASH BALANCES, JANUARY 1	<u>33,678.26</u>	<u>33,678.26</u>	<u>-</u>	<u>-</u>
CASH BALANCES, DECEMBER 31	<u>\$ -</u>	<u>\$ 38,159.50</u>	<u>\$ -</u>	<u>\$ -</u>

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	<u>INSURANCE FUND</u>		<u>SHERIFF'S EMERGENCY RESPONSE TEAM FUND</u>	
	2021		2021	
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>BUDGET</u>	<u>ACTUAL</u>
RECEIPTS				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Interest	1,000.00	837.58	125.00	116.91
Other	-	747,815.48	25,000.00	18,020.00
Transfers In	<u>1,000,000.00</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL RECEIPTS	1,001,000.00	748,653.06	25,125.00	18,136.91
DISBURSEMENTS				
Insurance Premiums	1,057,219.95	691,639.57	-	-
Insurance Claims	-	-	-	-
Supplies and Equipment	-	-	27,300.77	1,906.94
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL DISBURSEMENTS	<u>1,057,219.95</u>	<u>691,639.57</u>	<u>27,300.77</u>	<u>1,906.94</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	(56,219.95)	57,013.49	(2,175.77)	16,229.97
CASH BALANCES, JANUARY 1	<u>56,219.95</u>	<u>56,219.95</u>	<u>2,175.77</u>	<u>2,175.77</u>
CASH BALANCES, DECEMBER 31	<u>\$ -</u>	<u>\$ 113,233.44</u>	<u>\$ -</u>	<u>\$ 18,405.74</u>

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	<u>INMATE SECURITY FUND</u>		<u>COLLECTOR'S MAINTENANCE FUND</u>	
	2021		2021	
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>BUDGET</u>	<u>ACTUAL</u>
RECEIPTS				
Intergovernmental	\$ 1,000.00	\$ -	\$ -	\$ -
Charges for Services	173,850.00	173,442.52	65,000.00	57,477.99
Interest	1,625.00	1,617.84	2,500.00	2,479.75
Other	-	-	-	-
Transfers In	-	-	-	-
TOTAL RECEIPTS	<u>176,475.00</u>	<u>175,060.36</u>	<u>67,500.00</u>	<u>59,957.74</u>
DISBURSEMENTS				
Inmate Security	-	-	-	-
Supplies and Equipment	122,652.21	53,317.47	116,599.43	37,911.80
Transfers Out	<u>100,000.00</u>	<u>100,000.00</u>	<u>35,000.00</u>	<u>35,000.00</u>
TOTAL DISBURSEMENTS	<u>222,652.21</u>	<u>153,317.47</u>	<u>151,599.43</u>	<u>72,911.80</u>
RECEIPTS OVER (UNDER)				
DISBURSEMENTS	(46,177.21)	21,742.89	(84,099.43)	(12,954.06)
CASH BALANCES, JANUARY 1	<u>46,177.21</u>	<u>46,177.21</u>	<u>84,099.43</u>	<u>84,099.43</u>
CASH BALANCES, DECEMBER 31	<u>\$ -</u>	<u>\$ 67,920.10</u>	<u>\$ -</u>	<u>\$ 71,145.37</u>

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	PROSECUTING ATTORNEY'S DELINQUENT TAX FUND		TRUANCY FUND	
	2021		2021	
	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	6,000.00	3,665.85	-	-
Charges for Services	-	-	33,000.00	8,000.00
Interest	100.00	84.18	4,500.00	3,476.85
Other	-	-	-	-
Transfers In	-	-	-	-
TOTAL RECEIPTS	6,100.00	3,750.03	37,500.00	11,476.85
DISBURSEMENTS				
Services and Other	8,698.95	-	182,726.97	7,136.50
TOTAL DISBURSEMENTS	8,698.95	-	182,726.97	7,136.50
RECEIPTS OVER (UNDER) DISBURSEMENTS	(2,598.95)	3,750.03	(145,226.97)	4,340.35
CASH BALANCES, JANUARY 1	2,598.95	2,598.95	145,226.97	145,226.97
CASH BALANCES, DECEMBER 31	\$ -	\$ 6,348.98	\$ -	\$ 149,567.32

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	SENATE BILL 40 FUND		RESERVE FUND	
	2021		2021	
	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS				
Property Taxes	\$ 212,400.00	\$ 220,695.30	\$ -	\$ -
Intergovernmental	100.00	582.48	-	-
Interest	10,000.00	10,293.67	-	-
Other	25.00	30.98	-	-
Transfers In	-	-	25,000.00	25,000.00
TOTAL RECEIPTS	222,525.00	231,602.43	25,000.00	25,000.00
DISBURSEMENTS				
Contracts	185,487.00	147,525.88	-	-
Other Projects	19,500.00	17,079.57	-	-
Transfers Out	-	-	1,075,000.00	-
TOTAL DISBURSEMENTS	204,987.00	164,605.45	1,075,000.00	-
RECEIPTS OVER (UNDER)				
DISBURSEMENTS	17,538.00	66,996.98	(1,050,000.00)	25,000.00
CASH BALANCES, JANUARY 1	400,592.90	400,592.90	1,050,000.00	1,050,000.00
CASH BALANCES, DECEMBER 31	<u>\$ 418,130.90</u>	<u>\$ 467,589.88</u>	<u>\$ -</u>	<u>\$ 1,075,000.00</u>

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	<u>D.A.R.E. FUND</u>		<u>JUVENILE COMMUNITY ASSISTANCE FUND</u>	
	<u>2021</u>		<u>2021</u>	
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>BUDGET</u>	<u>ACTUAL</u>
RECEIPTS				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	70,670.41	70,670.41
Charges for Services	-	-	12,000.00	6,000.00
Interest	35.00	13.03	300.00	205.01
Other	500.00	-	1,000.00	1,000.00
Transfers In	-	-	-	-
TOTAL RECEIPTS	535.00	13.03	83,970.41	77,875.42
DISBURSEMENTS				
D.A.R.E. Training	1,182.08	318.80	-	-
Services and Other	-	-	93,260.37	82,694.12
TOTAL DISBURSEMENTS	1,182.08	318.80	93,260.37	82,694.12
RECEIPTS OVER (UNDER) DISBURSEMENTS	(647.08)	(305.77)	(9,289.96)	(4,818.70)
CASH BALANCES, JANUARY 1	647.08	647.08	9,289.96	9,289.96
CASH BALANCES, DECEMBER 31	<u>\$ -</u>	<u>\$ 341.31</u>	<u>\$ -</u>	<u>\$ 4,471.26</u>

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	FAMILY SERVICES AND JUSTICE FUND		CARES ACT FUND	
	2021		2021	
	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for Services	14,000.00	12,549.00	-	-
Interest	1,200.00	1,291.60	306.52	306.52
Other	-	-	-	-
Transfers In	-	-	-	-
TOTAL RECEIPTS	15,200.00	13,840.60	306.52	306.52
DISBURSEMENTS				
Services and Other	65,317.79	-	52,659.59	52,659.59
TOTAL DISBURSEMENTS	65,317.79	-	52,659.59	52,659.59
RECEIPTS OVER (UNDER) DISBURSEMENTS	(50,117.79)	13,840.60	(52,353.07)	(52,353.07)
CASH BALANCES, JANUARY 1	50,117.79	50,117.79	52,353.07	52,353.07
CASH BALANCES, DECEMBER 31	\$ -	\$ 63,958.39	\$ -	\$ -

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
STATEMENTS OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS
FIDUCIARY FUNDS - REGULATORY BASIS
AS OF DECEMBER 31, 2021

	<u>School Fines</u>	<u>Fees and Dues</u>	<u>Overplus Fund</u>	<u>Consolidated District #1</u>	<u>Intangible Tax</u>
ASSETS					
Cash and Cash Equivalents	\$ 46,834.97	\$ 556.01	\$ 11,128.22	\$ 11,534.08	\$ 102,550.31
Total Assets	46,834.97	556.01	11,128.22	11,534.08	102,550.31
LIABILITIES AND FUND BALANCES					
TOTAL LIABILITIES	46,834.97	556.01	11,128.22	11,534.08	102,550.31
UNRESERVED FUND BALANCES	-	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 46,834.97</u>	<u>\$ 556.01</u>	<u>\$ 11,128.22</u>	<u>\$ 11,534.08</u>	<u>\$ 102,550.31</u>

	<u>Levee District #2</u>	<u>Criminal Cost</u>	<u>Collector</u>	<u>Recorder of Deeds</u>	<u>Prosecuting Attorney</u>
ASSETS					
Cash and Cash Equivalents	\$ 35,642.76	\$ 84.20	\$ 9,817,533.84	\$ 228.50	\$ 10,772.80
Total Assets	35,642.76	84.20	9,817,533.84	228.50	10,772.80
LIABILITIES AND FUND BALANCES					
TOTAL LIABILITIES	35,642.76	84.20	9,817,533.84	228.50	10,772.80
UNRESERVED FUND BALANCES	-	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 35,642.76</u>	<u>\$ 84.20</u>	<u>\$ 9,817,533.84</u>	<u>\$ 228.50</u>	<u>\$ 10,772.80</u>

	<u>Sheriff</u>	<u>CERF</u>	<u>Library</u>	<u>Ambulance</u>	<u>Fire</u>	<u>Grand Total Custodial Funds</u>
ASSETS						
Cash and Cash Equivalents	\$ 25,792.27	\$ 34.40	\$ 688.93	\$ 2,993.51	\$ 1,298.27	\$ 10,067,673.07
Total Assets	25,792.27	34.40	688.93	2,993.51	1,298.27	10,067,673.07
LIABILITIES AND FUND BALANCES						
TOTAL LIABILITIES	25,792.27	34.40	688.93	\$ 2,993.51	\$ 1,298.27	\$ 10,067,673.07
UNRESERVED FUND BALANCES	-	-	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 25,792.27</u>	<u>\$ 34.40</u>	<u>\$ 688.93</u>	<u>\$ 2,993.51</u>	<u>\$ 1,298.27</u>	<u>\$ 10,067,673.07</u>

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The County of Scott, Missouri ("County"), which is governed by a three-member board of commissioners, was established in 1821 by an Act of the Missouri Territory. In addition to the three Commissioners, there are ten elected Constitutional Officers: County Clerk, Collector, Treasurer, Circuit Clerk, Recorder of Deeds, Sheriff, Assessor, Coroner, Public Administrator and Prosecuting Attorney.

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

A. Reporting Entity

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

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

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

In accordance with the regulatory basis of accounting, the financial statements of the County do not include the activity of the Circuit Court, which is part of the Missouri Court System and considered to be a state function, including the operations of the Circuit Clerk and all funds under their control.

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 Balances – All Governmental Funds, a Statement of Receipts, Disbursements and Changes in Cash Balances – Budget and Actual – All Governmental Funds, and a Statement of Assets and Liabilities Arising from Cash Transactions – Fiduciary Funds.

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Presentation (concluded)

Governmental Fund Types

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

Fiduciary Fund Types

Fiduciary Funds – Fiduciary funds consist of custodial funds. Custodial 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. Custodial funds are accounted for and reported similar to the governmental funds. Custodial 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 generally accepted basis of accounting, 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.

THE COUNTY OF SCOTT
BENTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Budget and Budgetary Accounting

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

1. In accordance with Chapter 50 RSMo, the County adopts a budget for each governmental fund.
2. On or before January 15th, each elected officer and department director will transmit to the County Clerk, who serves as budget officer, the budget request and revenue estimates for their office or department for the budget year.
3. The County Clerk submits to the County Commission a proposed budget for the fiscal year beginning January 1. The proposed budget 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 that 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.

THE COUNTY OF SCOTT
BENTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Property Taxes

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

The assessed valuation of the tangible taxable property, included within the County's boundaries for the calendar year 2021, for purposes of taxation, was:

	<u>2021</u>
Real Estate	\$ 303,879,110
Personal Property	175,614,667
Railroad and Utilities	<u>53,463,736</u>
	<u>\$ 532,957,513</u>

During 2021, the County Commission approved a \$.3501 tax levy per \$100 of assessed valuation of tangible taxable property, for purposes of County taxation, as follows:

	<u>2021</u>
General Revenue Fund	\$.0000
Special Road and Bridge Fund	.2999
Johnson Grass Fund	.0100
Senate Bill 40 Fund	<u>.0402</u>
	<u>\$.3501</u>

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 balances. Cash equivalents include repurchase agreements and any other instruments with an original maturity of ninety days or less. State law authorizes depositing 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 SCOTT
BENTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2021

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. Each fund type's portion of this pool is displayed as "Cash" under each fund's caption. Deposits with maturities greater than three months are considered investments. In addition, cash and investments are separately held by several of the County's funds.

Deposits - Missouri statutes require that all deposits with financial institutions be collateralized in an amount at least equal to uninsured deposits. At December 31, 2021, the carrying amounts of the County's deposits were \$7,194,552.69, and the bank balances were \$9,294,434.33. The total bank balances as of December 31, 2021, were insured through the Federal Deposit Insurance Corporation and securities set 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, 2021, as follows:

Included in the following fund financial statement captions:

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

Deposits and cash equivalents	\$ 7,194,552.69
Total Governmental Funds	<u>7,194,552.69</u>

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

Deposits	10,067,673.07
Total Custodial Funds	<u>10,067,673.07</u>
Total Deposits as of December 31, 2021	<u>\$ 17,262,225.76</u>

THE COUNTY OF SCOTT
BENTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2021

II. DEPOSITS AND INVESTMENTS (concluded)

Custodial Credit Risk – Deposits

For a deposit, custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The County's investment policy does include custodial credit risk requirements. The County's deposits were not exposed to custodial credit risk for the year ended December 31, 2021.

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 have a policy for custodial credit risk relating to investments.

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 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 year ended December 31, 2021.

THE COUNTY OF SCOTT
BENTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2021

III. LONG-TERM DEBT

LEASE PURCHASES:

On June 20, 2018, the County entered into a lease purchase agreement with Ford Motor Municipal Finance via a master lease purchase agreement with the Bancorp Bank for four Ford F150s and two Chevy Silverados. The lease requires five annual payments of \$38,330.84 and matures in 2023.

On June 20, 2018, the County entered into a lease purchase agreement with Ford Motor Municipal Finance via a master lease purchase agreement with the Bancorp Bank for five Dodge Chargers. The lease requires three annual payments of \$35,506.28 and matured in 2021.

In February 2019, the County added three Dodge Chargers to the master lease agreement with the Bancorp Bank. The vehicles will be paid for in three annual installments of \$8,819.61, \$9,546.10, and \$10,708.49, respectively. Payments on these vehicles matured in 2021.

On April 16, 2021, the County entered into a lease purchase agreement with Ford Motor Municipal Finance via a master lease purchase agreement with the Bancorp Bank for four Ford F150s. The lease requires five annual payments of \$36,068.55 and matures in 2025.

The following is a schedule of payments made under the agreement as of December 31, 2021.

<u>Description</u>	<u>Balance</u> <u>12/31/2020</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>12/31/2021</u>	<u>Interest Paid</u>
Ford-F150s	\$ -	\$ 163,226.60	\$ 36,068.55	\$127,158.05	\$ -
Ford-F150s	70,078.76	-	33,985.96	36,092.80	4,344.88
2019 Dodge Charger	8,852.55	-	8,852.55	-	693.55
2019 Dodge Charger	8,171.54	-	8,171.54	-	648.07
2019 Dodge Charger	9,938.38	-	9,993.38	-	770.11
TOTAL	\$ 97,041.23	\$ 163,226.60	\$ 97,016.98	\$163,250.85	\$6,456.61

2021 AMORTIZATIONS

<u>Years Ending</u> <u>December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 65,485.55	\$ 8,913.84	\$ 74,399.39
2023	30,935.87	5,132.68	36,068.55
2024	32,560.00	3,508.55	36,068.55
2025	34,269.43	1,799.12	36,068.55
Totals	\$ 163,250.85	\$ 19,354.19	\$ 182,605.04

THE COUNTY OF SCOTT
BENTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2021

III. LONG-TERM DEBT (concluded)

PROMISSORY NOTE:

On September 6, 2018, the County entered into a promissory note with First State Bank and Trust Company, Inc. for \$145,095. Original payment was due September 6, 2019. This note was extended to 2021. The note carries an interest rate of 4.75%.

The following is a schedule of payments made under the agreement as of December 31, 2021.

<u>Description</u>	<u>Balance</u> <u>12/31/2020</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>12/31/2021</u>	<u>Interest Paid</u>
Promissory Note	\$ 100,000.00	\$ -	\$ 100,000.00	\$ -	\$ 1,534.26
TOTAL	\$ 100,000.00	\$ -	\$ 100,000.00	\$ -	\$ 1,534.26

IV. INTERFUND TRANSFERS

Transfers between funds for the year ended December 31, 2021 are as follows:

	<u>2021</u>	
	<u>Transfers In</u>	<u>Transfers Out</u>
General Revenue Fund	\$135,000.00	\$3,073,358.78
Special Road and Bridge Fund	100,000.00	-
Assessment Fund	11,317.00	-
E-911 Communications Fund	333,859.92	-
Law Enforcement Fund	2,542,139.86	-
Landfill Fund	25,000.00	-
Reserve Fund	25,000.00	-
Inmate Security Fund	-	100,000.00
Collector's Maintenance Fund	-	35,000.00
TIF Allocation Fund	36,042.00	-
	<u>\$ 3,208,358.78</u>	<u>\$3,208,358.78</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 SCOTT
BENTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2021

V. 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 or retiree 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 and who terminated employment after December 31, 1999, 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.

THE COUNTY OF SCOTT
BENTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2021

V. COUNTY EMPLOYEES' RETIREMENT FUND (CERF) (concluded)

B. Contributions (concluded)

If an employee leaves covered employment before attaining 8 years of creditable service, accumulated employee contributions (other than those made by the County) 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. During 2021, the County collected and remitted to CERF, employee contributions of approximately \$130,525.46 for the year then ended.

VI. LOCAL GOVERNMENT EMPLOYEES RETIREMENT SYSTEM (LAGERS)

Plan Description

The Scott County's defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. Scott 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. Benefit provisions are adopted by the governing body of the employer, within the options available in the state statutes governing LAGERS. 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 information provided below. 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.

2021 Valuation

Benefit Multiplier:	1.50%
Final Average Salary:	3 Years
Member Contributions:	0%

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.

THE COUNTY OF SCOTT
BENTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2021

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

Employees Covered By Benefit Terms

At June 30, 2021, the following employees were covered by the benefit terms:

	<u>General</u>	<u>Police</u>
Inactive employees or beneficiaries currently receiving benefits	58	25
Inactive employees entitled to but not yet receiving benefits	72	41
Active employees	68	23
	<u>198</u>	<u>89</u>

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 the employer do not contribute to the pension plan. Employer contribution rates are 6.1% (General) and 7.8% (Police) of annual covered payroll.

Net Pension Liability

The employer's net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of February 28, 2021.

Actuarial Assumptions

The total pension liability in the February 28, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75% wage inflation; 2.25% price inflation
Salary Increase	2.75% to 6.75% including wage inflation
Investment rate of return	7.00%, net of investment expenses

The healthy retiree mortality tables, for post-retirement mortality, were the RP-2014 Healthy Annuitant mortality table for males and females. The disabled retiree mortality tables, for post-retirement mortality, were the RP-2014 disabled mortality table for males and females. The pre-retirement mortality tables used were the RP-2014 employees mortality table for males and females.

Both the post-retirement and pre-retirement tables were adjusted for mortality improvement back to the observation period base year of 2006. The base year for males was then established to be 2017. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to the above described tables.

The actuarial assumptions used in the February 28, 2021, valuation were based on the results of an actuarial experience study for the period March 1, 2010, through February 28, 2015.

THE COUNTY OF SCOTT
BENTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2021

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

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:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Alpha	15.00%	3.76%
Equity	35.00%	4.78%
Fixed Income	31.00%	1.41%
Real Assets	36.00%	3.29%
Strategic Assets	8.00%	5.25%
Cash/Leverage	-25.00%	-0.29%

Discount Rate

The discount rate used to measure the total pension liability is 7.00%. 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.

THE COUNTY OF SCOTT
BENTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2021

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

Changes in the Net Pension Liability

Schedule of Changes in Net Pension Liability and Related Ratios

	General Division	Police Division
A. Total Pension Liability		
1 Service Cost	\$ 214,967	\$ 87,100
2 Interest on Total Pension Liability	638,398	311,938
3 Changes of Benefit Terms	-	-
4 Difference between expected and actual experience of the Total Pension Liability	(19,912)	(40,725)
5 Changes of Assumptions	(257,454)	(65,801)
6 Benefit payments, including refunds of employee contributions	(402,949)	(232,687)
7 Net change in total pension liability	173,050	59,825
8 Total pension liability - beginning	8,897,835	4,374,111
9 Total pension liability - ending	<u>\$ 9,070,885</u>	<u>\$ 4,433,936</u>
B. Plan Fiduciary Net Position		
1 Contributions - employer	\$ 175,157	\$ 71,770
2 Contributions - employee	-	-
3 Net investment income	2,722,277	1,288,115
4 Benefit payments, including refunds of employee contributions	(402,949)	(232,687)
5 Pension plan administrative expense	(15,616)	(6,061)
6 Other (net transfer)	(28,985)	(14,003)
7 Net change in plan fiduciary net position	2,449,884	1,107,134
8 Plan fiduciary net position - beginning	9,767,983	4,768,237
9 Plan fiduciary net position - ending	<u>\$ 12,217,867</u>	<u>\$ 5,875,371</u>
C. Net Pension Liability / (Asset)	<u>\$ (3,146,982)</u>	<u>\$ (1,441,435)</u>
D. Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	134.69%	132.51%
E. Covered-Employee Payroll	\$ 2,454,115	\$ 956,959
F. Net Pension Liability as a Percentage of Covered Employee Payroll	-128.23%	-150.63%

THE COUNTY OF SCOTT
BENTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2021

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 7.00%, as well as what the employer's Net Pension Liability would be using a discount rate that is 1% lower (6.00%) or 1% higher (8.00%) than the current rate.

Sensitivity of Net Pension Liability to the Single Discount Rate

	1% Decrease 6.00%	Current Single Discount Rate Assumption 7.00%	1% Increase 8.00%
General Division:			
Total Pension Liability (TPL)	\$ 10,295,548	\$ 9,070,885	\$ 8,061,736
Plan Fiduciary Net Position	12,217,867	12,217,867	12,217,867
Net Pension Liability / (Asset) (NPL)	\$ (1,922,319)	\$ (3,146,982)	\$ (4,156,131)
Police Division:			
Total Pension Liability (TPL)	\$ 5,067,089	\$ 4,433,936	\$ 3,917,489
Plan Fiduciary Net Position	5,875,371	5,875,371	5,875,371
Net Pension Liability / (Asset) (NPL)	\$ (808,282)	\$ (1,441,435)	\$ (1,957,882)

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

For the year ended June 30, 2021, the employer recognized pension expense of \$(347,041) for the general and \$(240,795) 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	\$ 112	\$ (44,876)	\$ -	\$ (94,332)
Changes in assumptions	-	(172,371)	-	(41,694)
Net difference between projected and actual earnings on pension plan investments	-	(1,337,328)	-	(609,809)
Employer contributions subsequent to the measurement date	-	-	-	-
Total	<u>\$ 112</u>	<u>\$ (1,554,575)</u>	<u>\$ -</u>	<u>\$ (745,835)</u>

THE COUNTY OF SCOTT
BENTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2021

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, 2021.

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
2022	\$ (480,010)	\$ (259,102)
2023	(379,085)	(165,128)
2024	(290,608)	(131,833)
2025	(404,760)	(189,772)
2026	-	-
Thereafter	-	-
Total	<u>\$ (1,554,463)</u>	<u>\$ (745,835)</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 for the year ended December 31, 2021.

VIII. POST-EMPLOYMENT BENEFITS

The County does provide post-employment benefits except, as mandated, 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 zero participants on COBRA for the year ended December 31, 2021.

THE COUNTY OF SCOTT
BENTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2021

IX. CLAIMS COMMITMENTS AND CONTINGENCIES

A. Litigation

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

B. Compensated Absences

The County provides employees with up to four weeks of paid vacation based upon the number of years of continuous service. Employees receive one week of vacation after the first year of service, two weeks of vacation per year after two years of employment, three weeks of vacation per year after twelve years of employment, and four weeks of vacation per year after twenty years of employment. Vacation days do not carry forward if they are unused. Upon termination, an employee is reimbursed for any unused vacation days. Employees accrue four hours of sick leave per month for a total of six days for the year. The County allows employees to carry forward any and all unused sick leave up to 560 hours. However, upon termination, employees do not get reimbursed for sick leave. These have not been subjected to auditing procedures.

C. Federal and State Assisted Programs

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

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

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

THE COUNTY OF SCOTT
BENTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2021

XI. SUBSEQUENT EVENTS

As of the date of the audit report, there are no subsequent events to report.

SUPPLEMENTARY SCHEDULES AND AUDITOR'S REPORT

STATE COMPLIANCE SECTION

THE COUNTY OF SCOTT
BENTON, MISSOURI
SCHEDULE OF STATE FINDINGS
YEAR ENDED DECEMBER 31, 2021

SCHEDULE OF STATE FINDINGS

There were no state findings for the year ended December 31, 2021.

INTERNAL CONTROL AND COMPLIANCE SECTION



**Daniel Jones
& Associates**
CERTIFIED PUBLIC ACCOUNTANTS

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

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

Independent Auditor's Report

To the County Commission
The County of Scott, 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 Scott ("County"), which comprise the Statement of Receipts, Disbursements and Changes in Cash Balances – All Governmental Funds – Regulatory Basis and the Statements of Assets and Liabilities Arising from Cash Transactions – Custodial Funds – Regulatory Basis as of December 31, 2021, and the related Statements of Receipts, Disbursements and Changes in Cash Balances – Budget and Actual – All Governmental Funds – Regulatory Basis for the year ended December 31, 2021, 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 17, 2022.

Report on 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) 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.

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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on 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 financial statements. 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*.

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.

A handwritten signature in cursive script that reads "Daniel Jones & Associates".

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

August 17, 2022

THE COUNTY OF SCOTT
BENTON, MISSOURI
SCHEDULE OF FINDINGS AND RESPONSES
YEAR ENDED DECEMBER 31, 2021

I. FINANCIAL STATEMENT FINDINGS

There were no financial statement findings noted for the year ended December 31, 2021.

THE COUNTY OF SCOTT
BENTON, MISSOURI
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2021

I. PRIOR YEAR FINANCIAL STATEMENT FINDINGS

There were no financial statement findings noted for the years ended December 31, 2020 and December 31, 2019.

II. PRIOR YEAR FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no Federal Award Findings and Questioned Costs for the years ended December 31, 2020 and December 31, 2019.



Daniel Jones & Associates

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

CERTIFIED PUBLIC ACCOUNTANTS

August 17, 2022

To the Board of Commissioners
Scott County

In planning and performing our audit of the regulatory based financial statements of the County of Scott (County) as of and for the year ended December 31, 2021, 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 opinions 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. In addition, because of inherent limitations in internal control, including the possibility of management override of controls, misstatements due to error or fraud may occur and not be detected by such controls.

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

I. Information Required by Professional Standards

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, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
ARNOLD, MISSOURI

I. INFORMATION REQUIRED BY PROFESSIONAL STANDARDS

Our Responsibilities under U.S. Generally Accepted Auditing Standards, *Government Auditing Standards* and the Uniform Guidance

Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards* and the Uniform Guidance, 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 April 18, 2022. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

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 fiscal year 2021. We noted no transactions entered into by the County during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

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 17, 2022.

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

I. INFORMATION REQUIRED BY PROFESSIONAL STANDARDS (concluded)

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.

Other matters

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