



SCOTT FITZPATRICK
MISSOURI STATE AUDITOR

To the County Commission
and
Officeholders of Nodaway County, Missouri

The Office of the State Auditor contracted for an audit of Nodaway County's financial statements for the year ended December 31, 2022, 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 McBride, Lock & Associates, LLC, Certified Public Accountants, is attached.

A handwritten signature in black ink that reads "S. Fitzpatrick". The signature is stylized, with the first letters of the first and last names being prominent.

Scott Fitzpatrick
State Auditor

October 2023
Report No. 2023-072

ANNUAL FINANCIAL REPORT

NODAWAY COUNTY, MISSOURI

For the Year Ended
December 31, 2022

McBRIDE, LOCK & ASSOCIATES, LLC

CERTIFIED PUBLIC ACCOUNTANTS
KANSAS CITY

NODAWAY COUNTY, MISSOURI

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INTRODUCTORY SECTION

NODAWAY COUNTY, MISSOURI
List of Elected Officials 2022

County Commission

Presiding Commissioner – Bill Walker

Commissioner, Northern District – Chris Burns

Commissioner, Southern District – Scott A. Walk

Other Elected Officials

Assessor – Rex Wallace

Circuit Clerk – Elaine Wilson

Collector/Treasurer – Marilyn Jenkins

County Clerk – Melinda Patton

Coroner – Vince Shelby

Prosecuting Attorney – Caleb Phillips

Public Administrator – Dee O’Riley

Recorder – Lisa Nickerson

Sheriff – Randy Strong

FINANCIAL SECTION

McBRIDE, LOCK & ASSOCIATES, LLC

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the County Commission and
Officeholders of Nodaway County, Missouri

Opinion

We have audited the accompanying financial statements of Nodaway County, Missouri, which comprise the Statement of Receipts, Disbursements and Changes in Cash – All Governmental Funds – Regulatory Basis and the Statement of Fiduciary Receipts, Disbursements and Changes in Cash – Regulatory Basis as of December 31, 2022, and the related Statements of Receipts, Disbursements and Changes in Cash – Budget and Actual – 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 financial statements referred to above present fairly, in all material respects, the cash balances of each fund of Nodaway County, Missouri, as of December 31, 2022, 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 as described in Note 1.

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 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 Nodaway County, Missouri, as of December 31, 2022, or the changes in financial position 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 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 Nodaway County, Missouri, 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 1, the financial statements are prepared by Nodaway County, Missouri on the basis of the financial reporting provisions prescribed or permitted by Missouri Law, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of Missouri Law. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material 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 accounting principles prescribed or permitted by Missouri law, as described in Note 1. 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 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 opinion. 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 generally accepted auditing standards 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 judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment 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 judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Nodaway County, Missouri's ability to continue as a going concern for a reasonable period of time.

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 Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise Nodaway County, Missouri's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we also have issued our report dated August 22, 2023, on our consideration of Nodaway County, Missouri's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 Nodaway County, Missouri'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 the County's internal control over financial reporting and compliance.

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

McBride, Lock & Associates, LLC
Kansas City, Missouri
August 22, 2023

NODAWAY COUNTY, MISSOURI
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH
- ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2022

Fund	Cash and Investments January 1	Receipts	Disbursements	Cash and Investments December 31
General Revenue	\$ 6,129,251	\$ 5,333,861	\$ 4,858,543	\$ 6,604,569
Special Road & Bridge	480,971	2,544,304	2,386,367	638,908
Assessment	739,958	448,831	353,624	835,165
Election Shares	33,944	3,014	2,244	34,714
Tax Incentive Payment	3,590	-	-	3,590
Police Officer Training	9,713	3,300	1,872	11,141
Prosecuting Attorney Training	7,513	2,926	662	9,777
911	30,222	96,814	103,912	23,124
Adult Abuse	1,950	2,357	1,950	2,357
Nuclear Accident Emergency Preparation	32,368	-	-	32,368
Local Emergency Preparation	22,169	-	-	22,169
Senior Citizen	40,220	208,045	190,060	58,205
Concealed Weapon	59,459	4,161	3,152	60,468
Civil Fee	71,021	23,546	11,916	82,651
Recorder User Fee	28,970	11,540	3,957	36,553
Tax Maintenance	7,713	44,648	15,016	37,345
Administrative Handling	2,231	588	45	2,774
Inmate Security	17,897	7,021	1,367	23,551
Commissary Commissions	40,217	22,667	5,103	57,781
Administrative Building	1,743,990	734,277	525,105	1,953,162
Road & Bridge Special	906,433	1,456,987	1,480,922	882,498
Northwest Child Advocacy Center	(13,654)	148,577	134,923	-
ARPA	2,017,007	2,150,720	1,290,912	2,876,815
Senate Bill 40 Board	41,673	219,271	201,470	59,474
Total	<u>\$ 12,454,826</u>	<u>\$ 13,467,455</u>	<u>\$ 11,573,122</u>	<u>\$ 14,349,159</u>

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

NODAWAY COUNTY, MISSOURI
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
- BUDGET AND ACTUAL - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2022

	GENERAL REVENUE FUND	
	<u>Budget</u>	<u>Actual</u>
RECEIPTS		
Property taxes	\$ -	\$ -
Sales taxes	3,081,350	3,512,452
Intergovernmental	979,900	479,559
Charges for services	939,860	1,238,178
Interest	29,000	52,181
Other	292,415	51,491
Transfers in	655,000	-
Total Receipts	<u>\$ 5,977,525</u>	<u>\$ 5,333,861</u>
DISBURSEMENTS		
County Commission	\$ 200,290	\$ 200,579
County Clerk	203,945	210,151
Elections	121,755	116,340
Buildings and grounds	270,465	146,224
Employee fringe benefits	5,400	5,079
Treasurer	271,060	256,686
Collector	-	-
Recorder of Deeds	195,578	149,367
Circuit Court	50,930	17,623
Court Administration	6,050	3,429
Public Administrator	96,405	94,539
Sheriff	1,231,436	1,187,064
Jail	855,200	686,857
Prosecuting Attorney	460,745	424,968
Juvenile Officer	82,200	76,866
Coroner	57,990	53,345
Other County government	979,581	956,895
Health and Welfare	23,050	22,531
Transfers out	680,000	250,000
Emergency fund	173,365	-
Total Disbursements	<u>\$ 5,965,445</u>	<u>\$ 4,858,543</u>
RECEIPTS OVER (UNDER)		
DISBURSEMENTS	\$ 12,080	\$ 475,318
CASH AND INVESTMENTS, JANUARY 1	<u>6,192,335</u>	<u>6,129,251</u>
CASH AND INVESTMENTS, DECEMBER 31	<u><u>\$ 6,204,415</u></u>	<u><u>\$ 6,604,569</u></u>

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

NODAWAY COUNTY, MISSOURI
 STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
 - BUDGET AND ACTUAL - REGULATORY BASIS
 YEAR ENDED DECEMBER 31, 2022

	SPECIAL ROAD & BRIDGE FUND		ASSESSMENT FUND		ELECTION SHARES FUND	
	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS						
Property taxes	\$ 185,000	\$ 199,563	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-
Intergovernmental	1,705,675	2,049,339	405,000	47,965	-	-
Charges for services	-	18,095	-	385,568	-	-
Interest	2,250	4,144	6,000	4,261	120	205
Other	50,750	23,163	21,500	11,037	3,200	2,809
Transfers in	250,000	250,000	-	-	-	-
Total Receipts	<u>\$ 2,193,675</u>	<u>\$ 2,544,304</u>	<u>\$ 432,500</u>	<u>\$ 448,831</u>	<u>\$ 3,320</u>	<u>\$ 3,014</u>
DISBURSEMENTS						
Salaries	\$ 242,000	\$ 211,584	\$ 234,010	\$ 223,753	\$ -	\$ -
Employee fringe benefits	138,013	121,812	85,503	73,107	-	-
Materials and supplies	820,720	686,581	18,037	10,117	-	-
Services and other	90,700	51,710	63,950	21,033	-	1,542
Capital outlay	100,000	44,090	31,000	25,614	10,000	702
Construction	1,300,843	1,270,590	-	-	-	-
Transfers out	-	-	-	-	-	-
Total Disbursements	<u>\$ 2,692,276</u>	<u>\$ 2,386,367</u>	<u>\$ 432,500</u>	<u>\$ 353,624</u>	<u>\$ 10,000</u>	<u>\$ 2,244</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (498,601)	\$ 157,937	\$ -	\$ 95,207	\$ (6,680)	\$ 770
CASH AND INVESTMENTS, JANUARY 1	<u>480,971</u>	<u>480,971</u>	<u>739,958</u>	<u>739,958</u>	<u>33,944</u>	<u>33,944</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ (17,630)</u>	<u>\$ 638,908</u>	<u>\$ 739,958</u>	<u>\$ 835,165</u>	<u>\$ 27,264</u>	<u>\$ 34,714</u>

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

NODAWAY COUNTY, MISSOURI
 STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
 - BUDGET AND ACTUAL - REGULATORY BASIS
 YEAR ENDED DECEMBER 31, 2022

	TAX INCENTIVE PAYMENT FUND		POLICE OFFICER TRAINING FUND		PROSECUTING ATTORNEY TRAINING FUND	
	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	3,400	3,300	2,800	2,926
Interest	-	-	-	-	-	-
Other	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Total Receipts	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,400</u>	<u>\$ 3,300</u>	<u>\$ 2,800</u>	<u>\$ 2,926</u>
DISBURSEMENTS						
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-
Services and other	200	-	3,600	1,872	2,500	662
Capital outlay	-	-	-	-	-	-
Construction	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total Disbursements	<u>\$ 200</u>	<u>\$ -</u>	<u>\$ 3,600</u>	<u>\$ 1,872</u>	<u>\$ 2,500</u>	<u>\$ 662</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (200)	\$ -	\$ (200)	\$ 1,428	\$ 300	\$ 2,264
CASH AND INVESTMENTS, JANUARY 1	<u>3,590</u>	<u>3,590</u>	<u>9,713</u>	<u>9,713</u>	<u>7,513</u>	<u>7,513</u>
CASH AND INVESTMENTS, DECEMBER 31	<u><u>\$ 3,390</u></u>	<u><u>\$ 3,590</u></u>	<u><u>\$ 9,513</u></u>	<u><u>\$ 11,141</u></u>	<u><u>\$ 7,813</u></u>	<u><u>\$ 9,777</u></u>

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

NODAWAY COUNTY, MISSOURI
 STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
 - BUDGET AND ACTUAL - REGULATORY BASIS
 YEAR ENDED DECEMBER 31, 2022

	911 FUND		ADULT ABUSE FUND		NAEP FUND	
	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	104,000	92,854	1,950	2,357	-	-
Interest	180	268	-	-	-	-
Other	4,200	3,692	-	-	-	-
Transfers in	-	-	-	-	-	-
Total Receipts	<u>\$ 108,380</u>	<u>\$ 96,814</u>	<u>\$ 1,950</u>	<u>\$ 2,357</u>	<u>\$ -</u>	<u>\$ -</u>
DISBURSEMENTS						
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-
Services and other	105,800	103,912	1,950	1,950	500	-
Capital outlay	-	-	-	-	8,000	-
Construction	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total Disbursements	<u>\$ 105,800</u>	<u>\$ 103,912</u>	<u>\$ 1,950</u>	<u>\$ 1,950</u>	<u>\$ 8,500</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ 2,580	\$ (7,098)	\$ -	\$ 407	\$ (8,500)	\$ -
CASH AND INVESTMENTS, JANUARY 1	<u>30,222</u>	<u>30,222</u>	<u>1,950</u>	<u>1,950</u>	<u>32,368</u>	<u>32,368</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 32,802</u>	<u>\$ 23,124</u>	<u>\$ 1,950</u>	<u>\$ 2,357</u>	<u>\$ 23,868</u>	<u>\$ 32,368</u>

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

NODAWAY COUNTY, MISSOURI
 STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
 - BUDGET AND ACTUAL - REGULATORY BASIS
 YEAR ENDED DECEMBER 31, 2022

	LEP FUND		SENIOR CITIZEN FUND		CONCEALED WEAPON FUND	
	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS						
Property taxes	\$ -	\$ -	\$ 176,000	\$ 207,509	\$ -	\$ -
Sales taxes	-	-	-	-	-	-
Intergovernmental	-	-	150	478	-	-
Charges for services	4,200	-	-	-	10,000	3,736
Interest	-	-	65	58	250	425
Other	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Total Receipts	<u>\$ 4,200</u>	<u>\$ -</u>	<u>\$ 176,215</u>	<u>\$ 208,045</u>	<u>\$ 10,250</u>	<u>\$ 4,161</u>
DISBURSEMENTS						
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-
Materials and supplies	-	-	-	60	700	583
Services and other	5,842	-	190,100	190,000	1,700	1,573
Capital outlay	-	-	-	-	9,900	996
Construction	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total Disbursements	<u>\$ 5,842</u>	<u>\$ -</u>	<u>\$ 190,100</u>	<u>\$ 190,060</u>	<u>\$ 12,300</u>	<u>\$ 3,152</u>
RECEIPTS OVER (UNDER)						
DISBURSEMENTS	\$ (1,642)	\$ -	\$ (13,885)	\$ 17,985	\$ (2,050)	\$ 1,009
CASH AND INVESTMENTS, JANUARY 1	<u>22,169</u>	<u>22,169</u>	<u>40,220</u>	<u>40,220</u>	<u>59,459</u>	<u>59,459</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 20,527</u>	<u>\$ 22,169</u>	<u>\$ 26,335</u>	<u>\$ 58,205</u>	<u>\$ 57,409</u>	<u>\$ 60,468</u>

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

NODAWAY COUNTY, MISSOURI
 STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
 - BUDGET AND ACTUAL - REGULATORY BASIS
 YEAR ENDED DECEMBER 31, 2022

	CIVIL FEE FUND		RECORDER USER FEE FUND		TAX MAINTENANCE FUND	
	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	20,000	23,546	13,500	11,540	25,000	44,648
Interest	-	-	-	-	-	-
Other	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Total Receipts	<u>\$ 20,000</u>	<u>\$ 23,546</u>	<u>\$ 13,500</u>	<u>\$ 11,540</u>	<u>\$ 25,000</u>	<u>\$ 44,648</u>
DISBURSEMENTS						
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-
Materials and supplies	-	-	2,000	551	21,000	13,020
Services and other	16,000	4,447	-	-	1,500	1,331
Capital outlay	16,000	7,469	7,000	3,406	1,500	665
Construction	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total Disbursements	<u>\$ 32,000</u>	<u>\$ 11,916</u>	<u>\$ 9,000</u>	<u>\$ 3,957</u>	<u>\$ 24,000</u>	<u>\$ 15,016</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (12,000)	\$ 11,630	\$ 4,500	\$ 7,583	\$ 1,000	\$ 29,632
CASH AND INVESTMENTS, JANUARY 1	<u>71,021</u>	<u>71,021</u>	<u>28,970</u>	<u>28,970</u>	<u>7,713</u>	<u>7,713</u>
CASH AND INVESTMENTS, DECEMBER 31	<u><u>\$ 59,021</u></u>	<u><u>\$ 82,651</u></u>	<u><u>\$ 33,470</u></u>	<u><u>\$ 36,553</u></u>	<u><u>\$ 8,713</u></u>	<u><u>\$ 37,345</u></u>

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

NODAWAY COUNTY, MISSOURI
 STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
 - BUDGET AND ACTUAL - REGULATORY BASIS
 YEAR ENDED DECEMBER 31, 2022

	ADMINISTRATIVE HANDLING FUND		INMATE SECURITY FUND		COMMISSARY COMMISSIONS FUND	
	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-
Intergovernmental	-	-	2,000	2,324	-	-
Charges for services	550	570	5,000	4,697	14,000	22,667
Interest	20	18	-	-	-	-
Other	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Total Receipts	<u>\$ 570</u>	<u>\$ 588</u>	<u>\$ 7,000</u>	<u>\$ 7,021</u>	<u>\$ 14,000</u>	<u>\$ 22,667</u>
DISBURSEMENTS						
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-
Materials and supplies	-	-	-	-	20,000	-
Services and other	1,450	45	6,900	1,367	-	-
Capital outlay	500	-	2,200	-	20,000	5,103
Construction	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total Disbursements	<u>\$ 1,950</u>	<u>\$ 45</u>	<u>\$ 9,100</u>	<u>\$ 1,367</u>	<u>\$ 40,000</u>	<u>\$ 5,103</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (1,380)	\$ 543	\$ (2,100)	\$ 5,654	\$ (26,000)	\$ 17,564
CASH AND INVESTMENTS, JANUARY 1	<u>2,231</u>	<u>2,231</u>	<u>17,897</u>	<u>17,897</u>	<u>40,217</u>	<u>40,217</u>
CASH AND INVESTMENTS, DECEMBER 31	<u><u>\$ 851</u></u>	<u><u>\$ 2,774</u></u>	<u><u>\$ 15,797</u></u>	<u><u>\$ 23,551</u></u>	<u><u>\$ 14,217</u></u>	<u><u>\$ 57,781</u></u>

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

NODAWAY COUNTY, MISSOURI
 STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
 - BUDGET AND ACTUAL - REGULATORY BASIS
 YEAR ENDED DECEMBER 31, 2022

	ADMINISTRATIVE BUILDING FUND		ROAD & BRIDGE SPECIAL FUND		NORTHWEST CHILD ADVOCACY CENTER FUND	
	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS						
Property taxes	\$ 630,000	\$ 723,985	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	1,490,450	1,456,987	-	-
Intergovernmental	-	-	-	-	191,905	148,577
Charges for services	-	-	-	-	-	-
Interest	4,200	10,292	1,400	-	-	-
Other	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Total Receipts	<u>\$ 634,200</u>	<u>\$ 734,277</u>	<u>\$ 1,491,850</u>	<u>\$ 1,456,987</u>	<u>\$ 191,905</u>	<u>\$ 148,577</u>
DISBURSEMENTS						
Salaries	\$ -	\$ -	\$ -	\$ -	\$ 85,480	\$ 43,045
Employee fringe benefits	-	-	-	-	18,899	12,880
Materials and supplies	12,000	9,031	-	-	9,680	3,551
Services and other	433,410	439,313	-	-	20,742	3,875
Capital outlay	1,000	-	-	-	45,700	71,572
Construction	95,000	76,761	1,600,000	1,480,922	-	-
Transfers out	-	-	-	-	-	-
Total Disbursements	<u>\$ 541,410</u>	<u>\$ 525,105</u>	<u>\$ 1,600,000</u>	<u>\$ 1,480,922</u>	<u>\$ 180,501</u>	<u>\$ 134,923</u>
RECEIPTS OVER (UNDER)						
DISBURSEMENTS	\$ 92,790	\$ 209,172	\$ (108,150)	\$ (23,935)	\$ 11,404	\$ 13,654
CASH AND INVESTMENTS, JANUARY 1	<u>1,743,990</u>	<u>1,743,990</u>	<u>906,433</u>	<u>906,433</u>	<u>(13,654)</u>	<u>(13,654)</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 1,836,780</u>	<u>\$ 1,953,162</u>	<u>\$ 798,283</u>	<u>\$ 882,498</u>	<u>\$ (2,250)</u>	<u>\$ -</u>

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

NODAWAY COUNTY, MISSOURI
 STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
 - BUDGET AND ACTUAL - REGULATORY BASIS
 YEAR ENDED DECEMBER 31, 2022

	ARPA FUND		SENATE BILL 40 BOARD FUND	
	Budget	Actual	Budget	Actual
RECEIPTS				
Property taxes	\$ -	\$ -	\$ 198,690	\$ 216,225
Sales taxes	-	-	-	-
Intergovernmental	2,145,556	2,145,556	-	-
Charges for services	-	-	3,000	3,006
Interest	3,000	5,164	20	40
Other	-	-	-	-
Transfers in	-	-	-	-
Total Receipts	<u>\$ 2,148,556</u>	<u>\$ 2,150,720</u>	<u>\$ 201,710</u>	<u>\$ 219,271</u>
DISBURSEMENTS				
Salaries	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-
Materials and supplies	-	-	1,250	869
Services and other	4,162,792	1,290,912	201,820	200,601
Capital outlay	-	-	-	-
Construction	-	-	-	-
Transfers out	-	-	-	-
Total Disbursements	<u>\$ 4,162,792</u>	<u>\$ 1,290,912</u>	<u>\$ 203,070</u>	<u>\$ 201,470</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (2,014,236)	\$ 859,808	\$ (1,360)	\$ 17,801
CASH AND INVESTMENTS, JANUARY 1	<u>2,017,007</u>	<u>2,017,007</u>	<u>41,673</u>	<u>41,673</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 2,771</u>	<u>\$ 2,876,815</u>	<u>\$ 40,313</u>	<u>\$ 59,474</u>

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

NODAWAY COUNTY, MISSOURI
 STATEMENT OF FIDUCIARY RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH - REGULATORY BASIS
 YEAR ENDED DECEMBER 31, 2022

Fund/Account	Cash and Investments January 1	Receipts	Disbursements	Cash Investments December 31
Treasurer Surplus Land	10,744	41	-	10,785
Treasurer Unclaimed Fees	7,400	1,777	-	9,177
Treasurer Common School	35,893	143,298	138,445	40,746
Treasurer Intangible Tax	62,547	442	62,989	-
Treasurer CERF Account	-	334,239	328,664	5,575
Treasurer Treatment Court	36,595	8,192	3,580	41,207
Treasurer Sheriff Deputy Salary Supplemental	-	6,960	6,960	-
Treasurer Tax Increment Financing	-	-	-	-
Treasurer Juvenile Justice Preservation	10,937	18,751	29,688	-
Treasurer's Flex Spending Account	21,696	24,158	29,189	16,665
Treasurer's CDBG Account	-	243,595	243,595	-
Treasurer's Equitable Sharing	-	-	-	-
Collector Main	22,618,702	27,834,643	27,244,312	23,209,033
Collector ROA	5,323	24,455	25,115	4,663
Collector Bankruptcy	352	-	-	352
Sheriff General	2,647	33,132	33,642	2,137
Sheriff Board of Prisoners	645	33,171	32,868	948
Sheriff Stellar Commissary	41,450	106,588	110,126	37,912
Sheriff Commissary	3,043	-	41	3,002
Recorder	17,283	140,929	148,671	9,541
Public Administrator	1,053,695	821,331	803,447	1,071,579
Total	<u>\$ 23,928,952</u>	<u>\$ 29,775,702</u>	<u>\$ 29,241,332</u>	<u>\$ 24,463,322</u>

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

NODAWAY COUNTY, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

A. Reporting Entity

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

The financial statements referred to above include the primary government of Nodaway County, Missouri, which consists of all funds, organizations, institutions, agencies, departments, and offices that are considered to comprise the County’s legal entity under the regulatory basis of accounting. Financial data of other entities that may be considered to be component units of the County under generally accepted accounting principles is not included.

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 is considered to be a state function, including the operations of the Circuit Clerk and all funds under their control.

B. Basis of Presentation

Governmental Funds – Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. A fund is considered a separate accounting entity with self-balancing accounts that comprise its assets, liabilities, net assets, revenues/receipts and expenditures/disbursements. The County’s funds are governmental funds. Governmental funds are those through which most governmental functions are financed. The County’s expendable financial resources are accounted for through governmental funds.

Fiduciary Funds – Fiduciary funds consist of custodial funds. Custodial funds account for assets held by the County as an agent of individuals, private organizations, taxing units, other governments and/or funds. Budgets are not adopted for the County’s custodial funds.

C. Basis of Accounting

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

D. Budgets and Budgetary Accounting

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

1. In accordance with Chapter 50, RSMo, the County's policy is to adopt a budget for each governmental fund.
2. On or before January 15, each elected officer and department director will transmit to the County Commission and County Clerk, who serves as budget officer, the budget request and revenue estimates for their office or department for the budget year.
3. The County Clerk submits to the County Commission a proposed budget for the fiscal year beginning January 1. The proposed budget includes estimated revenues and proposed expenditures, on the cash basis of accounting, for all budgeted funds. Budgeting of appropriations is based upon an estimated fund balance at the beginning of the year as well as estimated revenues to be received.
4. State law requires that, at the individual fund level, budgeted expenditures not exceed budgeted revenues plus anticipated beginning fund balance. However, the County budgeted a negative ending fund balance for the Special Road and Bridge Fund and Northwest Child Advocacy Center Fund in 2022.
5. A public hearing is conducted to obtain public comment on the budget. Prior to its approval by the County Commission, the budget document is available for public inspection, which usually takes place the third and fourth weeks of January.
6. Prior to February 1, the budget is legally enacted by a vote of the County Commission.
7. Subsequent to its formal approval of the budget, the County Commission has the authority to make necessary adjustments to the budget by a formal vote of the Commission. Budgeted amounts are as originally adopted, or as amended by the County Commission throughout the year.
8. Budgets are prepared and adopted on the cash basis of accounting.
9. Adoption of a formal budget is required by law.
10. Section 50.740, RSMo prohibits expenditures in excess of the approved budgets.

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

The assessed valuations of the tangible taxable property, included within the County's boundaries for the calendar year 2022, for purposes of taxation were:

Real Estate	\$ 270,343,530
Personal Property	105,375,680
Railroad and Utilities	<u>42,189,562</u>
Total	<u>\$ 417,908,772</u>

For calendar year 2022, the County Commission approved a tax levy per \$100 of assessed valuation of tangible taxable property as follows:

General Revenue	\$ 0.1600
Senate Bill 40 Board	0.0497
Senior Citizens	0.0497

The property taxes collected from the General Revenue levy are recorded in the Administrative Center Fund. Property tax receipts were recorded in the Special Road and Bridge Fund based on a percentage allocation of township tax collections of \$.0500 per \$100 of assessed valuation.

F. Cash Deposits and Investments

Deposits and investments are stated at cost, which approximates market. Cash balances for all the County Treasurer funds are pooled and invested to the extent possible. Interest earned from these balances is allocated to each of the funds based on the funds' average daily cash balance. Cash equivalents may include repurchase agreements and any other instruments with an original maturity of ninety days or less. State law authorizes the deposit of funds in banks and trust companies or the investment of funds in bonds or treasury certificates of the United States, other interest bearing obligations guaranteed as to both principal and interest by the United States, or any instrumentality thereof, certain municipal bonds authorized by Missouri statute, or time certificates of deposit. Funds in the form of cash on deposit or time certificates of deposit are required to be insured by the Federal Deposit Insurance Corporation (FDIC) or collateralized by authorized investments held in the County's name at third-party banking institutions. Details of these cash and investment balances are presented in Note 2.

G. Interfund Activity

During the course of operations, interfund activity occurs for purposes of providing supplemental funding, reimbursements for goods provided or services rendered, or short and long-term financing. Interfund activities are reported as "transfers in" by the recipient fund and as "transfers out" by the disbursing fund. However, interfund reimbursements have been eliminated from the financial statements in order that reimbursed expenditures are reported only in the funds incurring the costs.

2. CASH AND INVESTMENTS

The County maintains a cash and temporary investment pool that is available for use by all funds. Each fund's portion of this pool is displayed on the financial statements within the "Cash and Investments" caption. Investments consist of certificates of deposit with original maturities that are greater than ninety days.

Custodial Credit Risk - Deposits – Custodial credit risk is the risk that in the event of a bank failure, a government's deposits may not be returned to it. Missouri statutes require that all deposits with financial institutions be collateralized in an amount at least equal to uninsured deposits. At December 31, 2022, the County had the following cash and investment balances:

	<u>Carrying Value</u>	<u>Bank Balance</u>	<u>FDIC Coverage</u>
Cash and Cash Equivalents - Governmental Funds	\$ 14,079,537	\$ 14,105,156	\$ 8,481,415
Investments - Governmental Funds	<u>269,622</u>	<u>269,622</u>	<u>269,622</u>
Total Governmental Funds	<u>\$ 14,349,159</u>	<u>\$ 14,374,778</u>	<u>\$ 8,751,037</u>
Cash and Cash Equivalents - Fiduciary Funds	\$ 23,838,291	\$ 16,683,869	\$ 15,632,916
Investments - Fiduciary Funds	<u>625,031</u>	<u>625,031</u>	<u>625,031</u>
Total Fiduciary Funds	<u>\$ 24,463,322</u>	<u>\$ 17,308,900</u>	<u>\$ 16,257,947</u>

The remainder of the balances not covered by FDIC deposit insurance at December 31, 2022 were covered by collateral held at the Federal Reserve Bank and the County's safekeeping bank agent in the County's name or by a line of credit held by the County or by its agent in the County's name.

3. COUNTY EMPLOYEES' RETIREMENT PLANS

A. Missouri Local Government Employees Retirement System (LAGERS)

1) Plan Description

Nodaway County participates in the Missouri Local Government Employees Retirement System (LAGERS), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local government entities in Missouri. LAGERS is a defined benefit pension plan which provides retirement, disability, and death benefits to plan members and beneficiaries. LAGERS was created and is governed by statute, Section 70.600-70.755, RSMo. As such, it is the system's 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 Missouri Local Government Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to LAGERS, P.O. Box 1665,

Jefferson City, Missouri 65102 or by calling 1-800-447-4334, or by the following website, www.molagers.org.

2) Pension Benefits

Benefits are available to all full-time employees working in a LAGERS covered department. Benefits vest when an employee earns five years (60 months) of service credit in the system. Normal retirement age is 60 (General) or 55 (Police), and early retirement is 55 (General) and 50 (Police). Benefits are paid out using a formula that is based on the employee's final average salary and amount of credited service time.

3) Funding Policy

Full-time employees of Nodaway County contribute 4% to the pension plan. The June 30th statutorily required contribution rates were 6.8% (General) and 8.9% (Police) of annual covered payroll for 2022. The contribution requirements of plan members are determined by the governing body of the political subdivision. The contribution provisions of the political subdivision are established by state statute. For the year ended December 31, 2022, full time employees of the County contributed \$98,491 and the County contributed \$181,204 to LAGERS.

B. County Employees' Retirement Fund (CERF)

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

1) Plan Description

The Retirement Fund is a cost-sharing multiple employer defined benefit pension plan covering any county elective or appointed officer or employee whose performance requires the actual performance of duties during not less than one thousand (1,000) hours per calendar year in each county of the state, except for any city not within a county and any county of the first classification having a charter form of government. It does not include county prosecuting attorneys covered under Sections 56.800 to 56.840, RSMo, circuit clerks and deputy circuit clerks covered under the Missouri State Retirement System, county sheriffs covered under Sections 57.949 to 57.997, RSMo and certain personnel not defined as an employee per Section 50.1000(8), RSMo. The Fund was created by an act of the legislature and was effective August 28, 1994.

The general administration and the responsibility for the proper operation of the Fund and the investment of the Fund are vested in a board of directors of eleven persons.

2) Pension Benefits

Beginning January 1, 1997, employees attaining the age of sixty-two years may retire with full benefits with eight or more years of creditable service. The monthly benefit for County Employees is determined by selecting the highest benefit calculated using three different prescribed formulas (flat-dollar formula, targeted replacement ratio formula, and prior plan's formula). A death benefit of \$10,000 will be paid to the designated beneficiary of every active member upon his or her death.

Upon termination of employment, any member who is vested is entitled to a deferred annuity, payable at age sixty-two. Early retirement is at age fifty-five. Any member with less than eight years of creditable service forfeits all rights in the Fund but will be paid his or her accumulated contributions.

The County Employees' Retirement Fund issues audited financial statements. Copies of these statements may be obtained from the Board of Directors of CERF by writing to CERF, 2121 Schotthill Woods Drive, Jefferson City, MO 65101, by calling 1-877-632-2373, or by the following website, www.mocerf.org.

3) Funding Policy

In accordance with State Statutes, the Plan is partially funded through various fees collected by counties and remitted to the CERF. Further, all participants hired on or after February 24, 2002 are required to contribute an additional 4% of their gross compensation to CERF, starting January 1, 2003. An active LAGERS participant who was employed with the County prior to February 24, 2002, is not required to make contributions. The County has elected not to make contributions on behalf of employees. During 2022, the County collected and remitted to CERF employee withholdings of \$94,458 for the year then ended.

C. Prosecuting Attorney Retirement Fund

In accordance with Section 56.807, RSMo, the County contributes monthly to the Missouri Office of Prosecution Services for deposit to the credit of the Missouri Prosecuting Attorneys and Circuit Attorney Retirement System Fund. Once remitted, the State of Missouri is responsible for administration of this plan. The County contributed \$12,113 for the year ended December 31, 2022.

D. Other Retirement Plan

Nodaway County has a voluntary 457(b) plan which is paid by a deduction from employee's salary. These contributions qualify under the Internal Revenue Code and are tax exempt. Employee contributions collected and remitted by the County for the year ended December 31, 2022, were \$52,637.

4. POST EMPLOYMENT BENEFITS

The County does not provide post-employment benefits except as mandated by the Consolidated Omnibus Budget Reconciliation Act (COBRA). The requirements established by COBRA are fully funded by employees who elect coverage under the Act, and no direct costs are incurred by the County.

5. CLAIMS, COMMITMENT AND CONTINGENCIES

A. Compensated Absences

The County provides full-time employees with up to 60 days of sick time, to accrue at one day per complete calendar month of employment. Upon termination, the employee will not be

compensated for any unused sick time. Vacation time is accrued for full-time regular employees after a six-month probationary period based on years of employment with the County. During the first two years, employees are eligible for two weeks of vacation per year (up to 80 hours), three weeks during years three through eight (up to 120 hours), four weeks during years nine through twelve (up to 160 hours), and five weeks from years thirteen and on (up to 200 hours). Vacation is accrued on a monthly basis and is awarded retroactively for the six-month probationary period for all employees lasting longer than six months. Upon termination, the employee is compensated for accrued vacation time at the employee's final rate of pay.

B. Federal and State Assisted Programs

The County has received proceeds from several federal and state grants. Periodic audits of these grants, when performed, could result in the disallowance of certain costs. Accordingly, such audits could result in the refund of grant monies to the grantor agencies. Management believes that any required refunds, if determined necessary, will be immaterial and, therefore, no provision has been made in the accompanying financial statements for the potential refund of grant monies.

6. RISK MANAGEMENT

The County is exposed to various risks of losses related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters, and has established a risk management strategy that attempts to minimize losses and the carrying costs of insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

The County is a member participant in a public entity risk pool which is a corporate and political body. The purpose of the risk pool is to provide liability protection to participating public entities, their officials, and employees. Annual contributions are collected based on actuarial projections which are intended to produce sufficient funds to pay losses and expenses. Should contributions not produce sufficient funds to meet its obligations, the risk pool is empowered with the ability to make special assessments. Members are jointly and severally liable for all claims against the risk pool.

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

7. LONG-TERM DEBT

The County entered into a loan with U.S. Bank dated June 1, 2008, for the construction of an administrative building. The remaining balance on the loan at December 31, 2022 was \$1,714,470. The loan has an interest rate of 4.85% and is due in monthly payments of \$29,652 until June 1, 2028. Future payments on the loan are as follows:

Fiscal Year Ending December 31,	Principal	Interest	Total
2023	\$ 278,819	\$ 77,008	\$ 355,827
2024	292,646	63,181	355,827
2025	307,159	48,668	355,827
2026	322,392	33,435	355,827
2027	338,381	17,446	355,827
2028	175,073	2,481	177,554
Totals	<u>\$ 1,714,470</u>	<u>\$ 242,219</u>	<u>\$ 1,956,689</u>

The following schedule shows changes in long-term debt during the year ended December 31, 2022:

Description	Balance 12/31/2021	Additions	Payments	Balance 12/31/2022	Interest Paid
U.S. Bank Loan	\$ 1,980,115	\$ -	\$(265,645)	\$1,714,470	\$90,182

8. OPERATING LEASES

At December 31, 2022, the County has five non-cancellable 60-month leases. The Circuit Clerk's office has a 60-month lease for a copier through August 2025 with a monthly payment of \$180, and a 60-month lease for a postage machine through February 2027 with a monthly payment of \$77. The Prosecuting Attorney's office has a 60-month lease for a copier through July 2026 with a monthly payment of \$196, and a 60-month lease for a postage machine through October 2023 with a monthly payment of \$58. The Collector/Treasurer's office has a 60-month lease for a postage machine through November 2026 with a monthly payment of \$66.

Fiscal Year Ending December 31,	Amount
2023	\$ 6,808
2024	6,228
2025	5,508
2026	3,019
2027	153

9. RELATED PARTIES

The Northern District Commissioner receives rent payments from the County for use of a commercial building located at 305 North Market Street, Maryville, Missouri. The building is rented out to the Missouri State Public Defender's Office. Rent is paid by Andrew, Holt, Atchison, Gentry, Worth, and Nodaway County with the rent being proportionate to the size of the County. For 2022, Nodaway County paid rent in the amount of \$14,322.

10. SUBSEQUENT EVENTS

The County has evaluated events subsequent to December 31, 2022 to assess the need for potential recognition or disclosure in the financial statements. Such events were evaluated through August 22, 2023, the date the financial statements were available to be issued.

COMPLIANCE SECTION

McBRIDE, LOCK & ASSOCIATES, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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

To the County Commission and
Officeholders of Nodaway County, Missouri

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Nodaway County, Missouri which comprise the Statement of Receipts, Disbursements and Changes in Cash – All Governmental Funds – Regulatory Basis and the Statement of Fiduciary Receipts, Disbursements and Changes in Cash – Regulatory Basis as of December 31, 2022, and the related Statements of Receipts, Disbursements and Changes in Cash – Budget and Actual – Regulatory Basis for the year then ended, and the related notes to the financial statements, which collectively comprise Nodaway County, Missouri's basic financial statements and have issued our report thereon dated August 22, 2023.

Report on Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies 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.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Nodaway County, Missouri's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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.

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

McBride, Lock & Associates, LLC
Kansas City, Missouri
August 22, 2023

McBRIDE, LOCK & ASSOCIATES, LLC

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the County Commission and
Officeholders of Nodaway County, Missouri

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Nodaway County, Missouri's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Nodaway County, Missouri's major federal programs for the year ended December 31, 2022. Nodaway County, Missouri's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Nodaway County, Missouri complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Nodaway County, Missouri and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of Nodaway County, Missouri's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Nodaway County, Missouri's federal programs.

Auditor's Responsibilities for Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Nodaway County, Missouri's compliance based on our audit. 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 generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Nodaway County, Missouri's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Nodaway County, Missouri's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Nodaway County, Missouri's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Nodaway County, Missouri's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant

deficiencies over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

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

McBride, Lock & Associates, LLC
Kansas City, Missouri
August 22, 2023

NODAWAY COUNTY, MISSOURI
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Federal Assistance Listing Number	Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Entity Identifying Number	Federal Expenditures
	U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT		
14.228	Passed through Missouri Department of Economic Development - Community Development Block Grants	2018-PF-07	\$ 243,595
	U. S. DEPARTMENT OF JUSTICE		
	Direct programs -		
16.607	Public Safety Partnership and Community Policing Grants	n/a	3,500
16.922	Equitable Sharing of Seized and Forfeited Property	n/a	695
16.540	Passed through Missouri Department of Public Safety Juvenile Justice and Delinquency Prevention	n/a	29,688
16.575	Crime Victim Assistance	n/a	39,857
16.034	Crimes Against Children/Sex Crimes	1020-VD-BX-022	134,923
	U. S. DEPARTMENT OF TRANSPORTATION		
20.205	Passed through Missouri Department of Transportation - Highway Planning and Construction	BRO-B074(62)	563,685
	U. S. DEPARTMENT OF TREASURY		
21.027	COVID-19 Coronavirus State and Local Fiscal Recovery Funds	n/a	1,290,912
	ELECTION ASSISTANCE COMMISSION		
90.401	Passed through Missouri Office of Secretary of State Help America Vote Act Requirements Payments	n/a	5,847
	Total Expenditures of Federal Awards		<u>\$ 2,312,702</u>

See accompanying Notes to the Schedule of Expenditures of Federal Awards

NODAWAY COUNTY, MISSOURI
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2022

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (SEFA) includes the federal award activity of Nodaway County, Missouri for the year ended December 31, 2022. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), wherein certain types of expenditures are not allowed or are limited as to reimbursement. The County has elected not to use the 10 percent de minimus indirect cost rate as allowed under the Uniform Guidance.

NOTE C – SUBRECIPIENTS

The County did not pass any federal awards through to subrecipients during the year ended December 31, 2022.

NODAWAY COUNTY, MISSOURI
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2022

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements:

Type of Auditor’s Report Issued: Unmodified

Internal Control Over Financial Reporting:

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

Federal Awards:

Internal Control Over Major Programs:

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

Type of Auditor’s Report Issued on Compliance For Major Programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance section 200.516? Yes X No

Identification of Major Programs:

<u>Assistance Listing Number(s)</u>	<u>Name of Federal Program or Cluster</u>
21.027	COVID-19 Coronavirus State and Local Fiscal Recovery Funds

Dollar Threshold Used to Distinguish Between Type A and Type B Programs: \$750,000

Auditee Qualified as low-risk: Yes X No

SECTION II – FINANCIAL STATEMENTS FINDINGS

MATERIAL WEAKNESSES IN INTERNAL CONTROL

None

SIGNIFICANT INTERNAL CONTROL DEFICIENCIES

None

ITEMS OF NONCOMPLIANCE

None

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None

NODAWAY COUNTY, MISSOURI
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

In accordance with the Uniform Guidance, this section reports the follow-up on action taken by Nodaway County, Missouri on the applicable findings in the prior audit report issued for the year ended December 31, 2021.

There were no findings noted in the prior audit report.

4151 N. Mulberry Drive, Suite 275
Kansas City, Missouri 64116
T: (816) 221.4559
F: (816) 221.4563
E: Admin@McBrideLock.com

McBRIDE, LOCK & ASSOCIATES, LLC

CERTIFIED PUBLIC ACCOUNTANTS

August 22, 2023

To the County Commission and Officeholders
Nodaway County, Missouri

We have audited the accompanying financial statements of Nodaway County, Missouri, which comprise the Statement of Receipts, Disbursements and Changes in Cash – All Governmental Funds – Regulatory Basis and the Statement of Fiduciary Receipts, Disbursements and Changes in Cash – Regulatory Basis as of December 31, 2022, and the related Statements of Receipts, Disbursements and Changes in Cash – Budget and Actual – Regulatory Basis for the year then ended. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards (and, if applicable, *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 June 5, 2023. 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 Nodaway County, Missouri are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year. We noted no transactions entered into by Nodaway County, Missouri 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. Since the County is reporting on the cash basis of accounting, there are no particularly sensitive estimates affecting the 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 22, 2023.

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 Nodaway County, Missouri'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 Nodaway County, Missouri'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 were engaged to report on the Schedule of Expenditures of Federal Awards, which accompanies the financial statements but is not Required Supplementary Information. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We

compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the information and use of the County Commission and management of Nodaway County, Missouri and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

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

McBride, Lock & Associates, LLC