



**SCOTT FITZPATRICK**  
MISSOURI STATE AUDITOR

To the County Commission  
and  
Officeholders of Morgan County, Missouri

The Office of the State Auditor contracted for an audit of Morgan County's financial statements for the 2 years ended December 31, 2024, 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 "Scott Fitzpatrick". The signature is written in a cursive style with a large, stylized "S" and "F".

Scott Fitzpatrick  
State Auditor

November 2025  
Report No. 2025-093



**Scott Fitzpatrick**  
Missouri State Auditor

## RECOMMENDATION SUMMARY

---

### Recommendations in the contracted audit of Morgan County

---

2024-001	The Collector implement procedures to ensure receipt numbers are generated with each transaction.
2024-002	The county adhere to the authorized spending limits as documented in the adopted county budget or follow the appropriate procedures to amend the budget.
2024-003	The county implement internal controls to ensure that the Schedule of Expenditures of Federal Awards (SEFA) completely and accurately states the expenditures of federal awards of the county each year.
Senate Bill 40 Board Internal Controls	The Senate Bill 40 Board implement procedures to ensure that checks are issued in sequential order.

ANNUAL FINANCIAL REPORT

**MORGAN COUNTY, MISSOURI**

For the Years Ended  
December 31, 2024 and 2023

---

**McBRIDE, LOCK & ASSOCIATES, LLC**

CERTIFIED PUBLIC ACCOUNTANTS

KANSAS CITY

# MORGAN COUNTY, MISSOURI

## TABLE OF CONTENTS

	Page
INTRODUCTORY SECTION	
List of Elected Officials 2023 – 2024	i
FINANCIAL SECTION	
Independent Auditor’s Report	ii
BASIC FINANCIAL STATEMENTS:	
Statement of Receipts, Disbursements and Changes in Cash – All Governmental Funds – Regulatory Basis	1
Comparative Statements of Receipts, Disbursements and Changes in Cash – Budget and Actual – Regulatory Basis – All Governmental Funds	2
Statement of Fiduciary Receipts, Disbursements and Changes in Cash – Regulatory Basis	16
Notes to the Financial Statements	17
COMPLIANCE SECTION	
Independent Auditor’s Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	25
Independent Auditor’s Report on Compliance For Each Major Federal Program and on Internal Control over Compliance Required by the Uniform Guidance	27
Schedule of Expenditures of Federal Awards	30
Notes to the Schedule of Expenditures of Federal Awards	31
Schedule of Findings and Questioned Costs	32
Management’s Response to Auditor’s Findings	36
• Summary Schedule of Prior Audit Findings	
• Corrective Action Plan	

## **INTRODUCTORY SECTION**

MORGAN COUNTY, MISSOURI  
List of Elected Officials 2023-2024

*County Commission*

Presiding Commissioner – Tony Stephens

Commissioner, Western District – Ryan Hoffa

Commissioner, Eastern District – Brian Lehman

*Other Elected Officials*

Assessor – Colleen Richey

Circuit Clerk – Monica Cable

Collector – Kathy Francis

County Clerk – Aimee Worthley

Coroner – Maynard B. Jones

Prosecuting Attorney – Dustin Dunklee

Public Administrator – Amanda Huffman

Recorder – Nancy Boles

Sheriff – Norman Dills

Treasurer – Rhonda Campbell

## **FINANCIAL SECTION**

## **McBRIDE, LOCK & ASSOCIATES, LLC**

---

**CERTIFIED PUBLIC ACCOUNTANTS**

### **INDEPENDENT AUDITOR'S REPORT**

To the County Commission and  
Officeholders of Morgan County, Missouri

#### **Report on the Audit of the Financial Statements**

##### ***Opinion***

We have audited the accompanying financial statements of Morgan 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, 2023 and 2024, and the related Comparative Statements of Receipts, Disbursements and Changes in Cash – Budget and Actual – Regulatory Basis for the years 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 Morgan County, Missouri, as of December 31, 2023 and 2024, and their respective cash receipts and disbursements, and budgetary results for the years then ended, in accordance with the financial reporting provisions prescribed or permitted by Missouri law as described in Note 1.

##### ***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 Morgan County, Missouri, as of December 31, 2023 and 2024, or the changes in financial position thereof for the years 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 Morgan 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 Morgan 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. 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Morgan County, Missouri's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***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 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 Morgan 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.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise Morgan County, Missouri's basic financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis 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 have also issued our report dated October 9, 2025, on our consideration of Morgan 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 Morgan 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 Morgan County, Missouri's internal control over financial reporting and compliance.

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

McBride, Lock & Associates, LLC  
Kansas City, Missouri  
October 9, 2025

MORGAN COUNTY, MISSOURI  
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS  
YEARS ENDED DECEMBER 31, 2023 AND 2024

Fund	Cash and Investments	Receipts	Disbursements	Cash and Investments	Receipts	Disbursements	Cash and Investments
	January 1, 2023	2023	2023	December 31, 2023	2024	2024	December 31, 2024
General Revenue	\$ 6,282,485	\$ 4,217,450	\$ 3,372,437	\$ 7,127,498	\$ 5,607,697	\$ 4,039,521	\$ 8,695,674
Special Road and Bridge	651,820	3,320,982	3,070,178	902,624	2,889,001	2,637,217	1,154,408
Assessment	334,132	528,898	526,075	336,955	731,213	535,949	532,219
Law Enforcement Training	13,086	1,885	-	14,971	2,061	-	17,032
Prosecuting Attorney Training	4,183	2,093	2,450	3,826	1,889	3,778	1,937
Johnson Grass	84,939	1,885	6,240	80,584	3,539	5,703	78,420
911	-	690,933	690,933	-	729,762	729,762	-
Local Emergency Planning Committee	5,361	-	5,257	104	48,357	952	47,509
Prosecuting Attorney Delinquent Sales Tax	9,327	716	-	10,043	800	-	10,843
Recorder User Fees	33,109	21,282	16,105	38,286	21,533	5,986	53,833
Domestic Violence	7,860	3,399	2,400	8,859	3,549	2,400	10,008
Administrative Handling Cost	3,883	4,310	7,000	1,193	4,597	5,000	790
Law Enforcement Sales Tax	2,223,324	3,516,514	4,147,683	1,592,155	3,403,825	4,117,303	878,677
NID Debt Service Bond	19,702	17,351	18,471	18,582	21,057	17,740	21,899
NID Ongoing Maintenance and Construction	5,114,506	626,930	32,539	5,708,897	752,365	365,577	6,095,685
Sheriff Fees	56,418	14,143	4,000	66,561	14,899	2,000	79,460
Election Services	54,706	8,067	-	62,773	37,993	-	100,766
Sheriff Revolving	83,960	5,666	32,301	57,325	8,457	13,237	52,545
Inmate Security	456,087	187,910	121,505	522,492	263,440	151,118	634,814
Help America Vote Act	90,552	5,928	24,597	71,883	34,329	61,236	44,976
Senior Citizens Services Board	224,439	429,538	216,591	437,386	86,304	253,288	270,402
Senate Bill 40 Board	622,357	748,460	704,773	666,044	761,668	668,436	759,276
County Law Enforcement Restitution	31,289	27,718	53,400	5,607	33,944	25,317	14,234
ARPA	4,011,818	48,506	1,092,973	2,967,351	60,943	2,820,872	207,422
Little Proctor Road Overlay	114,878	2,618	-	117,496	5,232	-	122,728
Opioid Settlement	-	63,119	-	63,119	109,391	-	172,510
Tax Maintenance	77,671	60,645	34,084	104,232	63,101	42,992	124,341
Total	<u>\$ 20,611,892</u>	<u>\$ 14,556,946</u>	<u>\$ 14,181,992</u>	<u>\$ 20,986,846</u>	<u>\$ 15,700,946</u>	<u>\$ 16,505,384</u>	<u>\$ 20,182,408</u>

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

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

GENERAL REVENUE FUND				
Year Ended December 31,				
	2023		2024	
	Budget	Actual	Budget	Actual
RECEIPTS				
Property taxes	\$ 560,000	\$ 446,692	\$ 560,000	\$ 272,381
Sales taxes	2,000,000	2,433,834	2,200,000	2,880,778
Intergovernmental	-	1,082	-	777
Charges for services	645,600	732,269	619,950	752,438
Interest	10,000	153,943	100,000	333,805
Other	50,000	62,163	25,000	120,747
Transfers in	393,800	387,467	322,900	1,246,771
Total Receipts	<u>\$ 3,659,400</u>	<u>\$ 4,217,450</u>	<u>\$ 3,827,850</u>	<u>\$ 5,607,697</u>
DISBURSEMENTS				
County Commission	\$ 143,173	\$ 147,771	\$ 151,925	\$ 147,312
County Clerk	132,255	140,196	145,527	139,058
Elections	39,900	25,824	115,600	90,831
Buildings and grounds	144,739	109,737	145,145	115,155
Employee fringe benefits	239,500	276,525	271,500	291,241
Treasurer	52,555	52,595	54,277	53,282
Collector	227,936	256,337	222,382	221,831
Recorder of Deeds	136,663	133,051	135,340	131,279
Circuit Clerk	91,025	71,522	82,958	35,888
Court administration	13,780	5,197	13,780	8,505
Public Administrator	103,988	105,898	105,977	106,815
Prosecuting Attorney	560,942	536,131	589,642	580,182
Juvenile Officer	105,482	83,901	120,482	97,022
Coroner	66,231	52,202	66,100	77,989
Other County government	1,091,545	779,777	1,208,190	1,257,681
Transfers out	678,816	595,773	735,910	685,450
Emergency fund	118,959	-	114,895	-
Total Disbursements	<u>\$ 3,947,489</u>	<u>\$ 3,372,437</u>	<u>\$ 4,279,630</u>	<u>\$ 4,039,521</u>
RECEIPTS OVER (UNDER)				
DISBURSEMENTS	\$ (288,089)	\$ 845,013	\$ (451,780)	\$ 1,568,176
CASH AND INVESTMENTS, JANUARY 1	<u>6,282,485</u>	<u>6,282,485</u>	<u>7,127,498</u>	<u>7,127,498</u>
CASH AND INVESTMENTS, DECEMBER 31	<u><u>\$ 5,994,396</u></u>	<u><u>\$ 7,127,498</u></u>	<u><u>\$ 6,675,718</u></u>	<u><u>\$ 8,695,674</u></u>

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

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

	SPECIAL ROAD AND BRIDGE FUND				ASSESSMENT FUND			
	Year Ended December 31,				Year Ended December 31,			
	2023		2024		2023		2024	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ 500,000	\$ 612,077	\$ 550,000	\$ 645,521	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	2,066,000	2,362,973	2,730,820	1,882,846	96,185	101,026	100,426	50,364
Charges for services	-	-	-	-	340,000	388,788	340,000	416,811
Interest	1,300	16,500	10,000	43,786	1,000	9,131	6,000	20,749
Other	36,000	29,432	18,000	16,848	20,000	29,953	30,000	38,062
Transfers in	300,000	300,000	300,000	300,000	-	-	-	205,227
Total Receipts	<u>\$ 2,903,300</u>	<u>\$ 3,320,982</u>	<u>\$ 3,608,820</u>	<u>\$ 2,889,001</u>	<u>\$ 457,185</u>	<u>\$ 528,898</u>	<u>\$ 476,426</u>	<u>\$ 731,213</u>
DISBURSEMENTS								
Salaries	\$ 846,000	\$ 769,662	\$ 881,812	\$ 795,835	\$ 320,055	\$ 310,205	\$ 352,000	\$ 316,248
Employee fringe benefits	203,500	234,566	238,500	173,934	82,000	76,394	83,400	71,062
Materials and supplies	750,000	771,680	760,000	957,254	-	-	15,000	19,576
Services and other	85,500	116,539	108,000	107,994	134,000	139,476	124,000	129,063
Capital outlay	406,000	338,537	791,000	357,491	-	-	-	-
Construction	647,061	839,194	900,000	244,709	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 2,938,061</u>	<u>\$ 3,070,178</u>	<u>\$ 3,679,312</u>	<u>\$ 2,637,217</u>	<u>\$ 536,055</u>	<u>\$ 526,075</u>	<u>\$ 574,400</u>	<u>\$ 535,949</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (34,761)	\$ 250,804	\$ (70,492)	\$ 251,784	\$ (78,870)	\$ 2,823	\$ (97,974)	\$ 195,264
CASH AND INVESTMENTS, JANUARY 1	<u>651,820</u>	<u>651,820</u>	<u>902,624</u>	<u>902,624</u>	<u>334,132</u>	<u>334,132</u>	<u>336,955</u>	<u>336,955</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 617,059</u>	<u>\$ 902,624</u>	<u>\$ 832,132</u>	<u>\$ 1,154,408</u>	<u>\$ 255,262</u>	<u>\$ 336,955</u>	<u>\$ 238,981</u>	<u>\$ 532,219</u>

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

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

	LAW ENFORCEMENT TRAINING FUND				PROSECUTING ATTORNEY TRAINING FUND			
	Year Ended December 31,				Year Ended December 31,			
	2023		2024		2023		2024	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	1,500	1,568	1,500	1,374	2,800	2,000	2,800	1,741
Interest	20	317	150	687	6	93	6	148
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 1,520</u>	<u>\$ 1,885</u>	<u>\$ 1,650</u>	<u>\$ 2,061</u>	<u>\$ 2,806</u>	<u>\$ 2,093</u>	<u>\$ 2,806</u>	<u>\$ 1,889</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	1,500	-	1,500	-	1,500	2,450	1,500	3,778
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 1,500</u>	<u>\$ -</u>	<u>\$ 1,500</u>	<u>\$ -</u>	<u>\$ 1,500</u>	<u>\$ 2,450</u>	<u>\$ 1,500</u>	<u>\$ 3,778</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ 20	\$ 1,885	\$ 150	\$ 2,061	\$ 1,306	\$ (357)	\$ 1,306	\$ (1,889)
CASH AND INVESTMENTS, JANUARY 1	<u>13,086</u>	<u>13,086</u>	<u>14,971</u>	<u>14,971</u>	<u>4,183</u>	<u>4,183</u>	<u>3,826</u>	<u>3,826</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 13,106</u>	<u>\$ 14,971</u>	<u>\$ 15,121</u>	<u>\$ 17,032</u>	<u>\$ 5,489</u>	<u>\$ 3,826</u>	<u>\$ 5,132</u>	<u>\$ 1,937</u>

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

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

	JOHNSON GRASS FUND				911 FUND			
	Year Ended December 31,				Year Ended December 31,			
	2023		2024		2023		2024	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	393,121	395,025	389,694	344,187
Interest	200	1,885	200	3,539	-	-	-	-
Other	-	-	-	-	-	135	-	125
Transfers in	-	-	-	-	364,416	295,773	420,406	385,450
Total Receipts	<u>\$ 200</u>	<u>\$ 1,885</u>	<u>\$ 200</u>	<u>\$ 3,539</u>	<u>\$ 757,537</u>	<u>\$ 690,933</u>	<u>\$ 810,100</u>	<u>\$ 729,762</u>
DISBURSEMENTS								
Salaries	\$ 3,000	\$ 3,023	\$ 3,000	\$ 3,625	\$ 517,251	\$ 503,490	\$ 568,709	\$ 527,746
Employee fringe benefits	223	231	223	277	109,500	63,336	109,500	80,173
Materials and supplies	150	90	2,150	630	1,500	1,377	1,500	1,466
Services and other	4,400	2,896	2,400	1,171	127,286	121,712	82,000	69,263
Capital outlay	-	-	-	-	2,000	1,018	48,391	51,114
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 7,773</u>	<u>\$ 6,240</u>	<u>\$ 7,773</u>	<u>\$ 5,703</u>	<u>\$ 757,537</u>	<u>\$ 690,933</u>	<u>\$ 810,100</u>	<u>\$ 729,762</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (7,573)	\$ (4,355)	\$ (7,573)	\$ (2,164)	\$ -	\$ -	\$ -	\$ -
CASH AND INVESTMENTS, JANUARY 1	<u>84,939</u>	<u>84,939</u>	<u>80,584</u>	<u>80,584</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 77,366</u>	<u>\$ 80,584</u>	<u>\$ 73,011</u>	<u>\$ 78,420</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

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

	LOCAL EMERGENCY PLANNING COMMITTEE FUND				PROSECUTING ATTORNEY DELINQUENT SALES TAX FUND			
	Year Ended December 31,				Year Ended December 31,			
	2023		2024		2023		2024	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	3,000	-	3,000	48,357	-	-	-	-
Charges for services	-	-	-	-	500	500	500	350
Interest	-	-	-	-	15	216	100	450
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 3,000</u>	<u>\$ -</u>	<u>\$ 3,000</u>	<u>\$ 48,357</u>	<u>\$ 515</u>	<u>\$ 716</u>	<u>\$ 600</u>	<u>\$ 800</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	3,000	5,257	3,000	952	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 3,000</u>	<u>\$ 5,257</u>	<u>\$ 3,000</u>	<u>\$ 952</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ -	\$ (5,257)	\$ -	\$ 47,405	\$ 515	\$ 716	\$ 600	\$ 800
CASH AND INVESTMENTS, JANUARY 1	<u>5,361</u>	<u>5,361</u>	<u>104</u>	<u>104</u>	<u>9,327</u>	<u>9,327</u>	<u>10,043</u>	<u>10,043</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 5,361</u>	<u>\$ 104</u>	<u>\$ 104</u>	<u>\$ 47,509</u>	<u>\$ 9,842</u>	<u>\$ 10,043</u>	<u>\$ 10,643</u>	<u>\$ 10,843</u>

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



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

	RECORDER USER FEES FUND				DOMESTIC VIOLENCE FUND			
	Year Ended December 31,				Year Ended December 31,			
	2023		2024		2023		2024	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	25,000	20,453	25,000	19,602	3,000	3,234	3,000	3,192
Interest	60	829	400	1,931	10	165	100	357
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 25,060</u>	<u>\$ 21,282</u>	<u>\$ 25,400</u>	<u>\$ 21,533</u>	<u>\$ 3,010</u>	<u>\$ 3,399</u>	<u>\$ 3,100</u>	<u>\$ 3,549</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	31,000	16,105	30,000	5,986	4,250	2,400	4,250	2,400
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 31,000</u>	<u>\$ 16,105</u>	<u>\$ 30,000</u>	<u>\$ 5,986</u>	<u>\$ 4,250</u>	<u>\$ 2,400</u>	<u>\$ 4,250</u>	<u>\$ 2,400</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (5,940)	\$ 5,177	\$ (4,600)	\$ 15,547	\$ (1,240)	\$ 999	\$ (1,150)	\$ 1,149
CASH AND INVESTMENTS, JANUARY 1	<u>33,109</u>	<u>33,109</u>	<u>38,286</u>	<u>38,286</u>	<u>7,860</u>	<u>7,860</u>	<u>8,859</u>	<u>8,859</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 27,169</u>	<u>\$ 38,286</u>	<u>\$ 33,686</u>	<u>\$ 53,833</u>	<u>\$ 6,620</u>	<u>\$ 8,859</u>	<u>\$ 7,709</u>	<u>\$ 10,008</u>

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

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

	ADMINISTRATIVE HANDLING COST FUND				LAW ENFORCEMENT SALES TAX FUND			
	Year Ended December 31,				Year Ended December 31,			
	2023		2024		2023		2024	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	1,950,000	2,102,340	1,950,000	2,365,677
Intergovernmental	-	-	-	-	280,000	543,779	336,200	519,774
Charges for services	4,500	4,155	4,500	4,455	1,137,000	710,808	795,000	365,183
Interest	15	155	15	142	4,000	50,998	35,000	71,224
Other	-	-	-	-	30,000	108,589	30,000	81,967
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 4,515</u>	<u>\$ 4,310</u>	<u>\$ 4,515</u>	<u>\$ 4,597</u>	<u>\$ 3,401,000</u>	<u>\$ 3,516,514</u>	<u>\$ 3,146,200</u>	<u>\$ 3,403,825</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ 1,895,800	\$ 1,961,797	\$ 2,015,000	\$ 2,119,059
Employee fringe benefits	-	-	-	-	407,000	442,532	446,000	406,124
Materials and supplies	-	-	-	-	18,000	30,963	15,500	19,074
Services and other	-	-	-	-	969,000	1,082,701	1,041,500	1,099,332
Capital outlay	-	-	-	-	222,500	292,623	311,500	323,714
Construction	-	-	-	-	-	-	-	-
Transfers out	7,050	7,000	5,050	5,000	250,000	337,067	150,000	150,000
Total Disbursements	<u>\$ 7,050</u>	<u>\$ 7,000</u>	<u>\$ 5,050</u>	<u>\$ 5,000</u>	<u>\$ 3,762,300</u>	<u>\$ 4,147,683</u>	<u>\$ 3,979,500</u>	<u>\$ 4,117,303</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (2,535)	\$ (2,690)	\$ (535)	\$ (403)	\$ (361,300)	\$ (631,169)	\$ (833,300)	\$ (713,478)
CASH AND INVESTMENTS, JANUARY 1	<u>3,883</u>	<u>3,883</u>	<u>1,193</u>	<u>1,193</u>	<u>2,223,324</u>	<u>2,223,324</u>	<u>1,592,155</u>	<u>1,592,155</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 1,348</u>	<u>\$ 1,193</u>	<u>\$ 658</u>	<u>\$ 790</u>	<u>\$ 1,862,024</u>	<u>\$ 1,592,155</u>	<u>\$ 758,855</u>	<u>\$ 878,677</u>

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

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

	NID DEBT SERVICE BOND FUND				NID ONGOING MAINTENANCE AND CONSTRUCTION FUND			
	Year Ended December 31,				Year Ended December 31,			
	2023		2024		2023		2024	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ 20,000	\$ 17,194	\$ 20,000	\$ 20,671	\$ 573,000	\$ 560,170	\$ 573,000	\$ 614,239
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Interest	6	157	150	386	7,500	66,760	50,000	138,126
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 20,006</u>	<u>\$ 17,351</u>	<u>\$ 20,150</u>	<u>\$ 21,057</u>	<u>\$ 580,500</u>	<u>\$ 626,930</u>	<u>\$ 623,000</u>	<u>\$ 752,365</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	20,400	18,471	20,400	17,740	-	-	-	-
Capital outlay	-	-	-	-	3,751,000	32,539	3,490,000	365,577
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 20,400</u>	<u>\$ 18,471</u>	<u>\$ 20,400</u>	<u>\$ 17,740</u>	<u>\$ 3,751,000</u>	<u>\$ 32,539</u>	<u>\$ 3,490,000</u>	<u>\$ 365,577</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (394)	\$ (1,120)	\$ (250)	\$ 3,317	\$ (3,170,500)	\$ 594,391	\$ (2,867,000)	\$ 386,788
CASH AND INVESTMENTS, JANUARY 1	<u>19,702</u>	<u>19,702</u>	<u>18,582</u>	<u>18,582</u>	<u>5,114,506</u>	<u>5,114,506</u>	<u>5,708,897</u>	<u>5,708,897</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 19,308</u>	<u>\$ 18,582</u>	<u>\$ 18,332</u>	<u>\$ 21,899</u>	<u>\$ 1,944,006</u>	<u>\$ 5,708,897</u>	<u>\$ 2,841,897</u>	<u>\$ 6,095,685</u>

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

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

	SHERIFF FEES FUND				ELECTION SERVICES FUND			
	Year Ended December 31,				Year Ended December 31,			
	2023		2024		2023		2024	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	15,000	12,751	15,000	11,815	900	6,759	4,500	34,849
Interest	100	1,392	750	3,084	40	1,308	400	3,144
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 15,100</u>	<u>\$ 14,143</u>	<u>\$ 15,750</u>	<u>\$ 14,899</u>	<u>\$ 940</u>	<u>\$ 8,067</u>	<u>\$ 4,900</u>	<u>\$ 37,993</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	10,000	4,000	10,000	2,000	4,000	-	4,000	-
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 10,000</u>	<u>\$ 4,000</u>	<u>\$ 10,000</u>	<u>\$ 2,000</u>	<u>\$ 4,000</u>	<u>\$ -</u>	<u>\$ 4,000</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ 5,100	\$ 10,143	\$ 5,750	\$ 12,899	\$ (3,060)	\$ 8,067	\$ 900	\$ 37,993
CASH AND INVESTMENTS, JANUARY 1	<u>56,418</u>	<u>56,418</u>	<u>66,561</u>	<u>66,561</u>	<u>54,706</u>	<u>54,706</u>	<u>62,773</u>	<u>62,773</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 61,518</u>	<u>\$ 66,561</u>	<u>\$ 72,311</u>	<u>\$ 79,460</u>	<u>\$ 51,646</u>	<u>\$ 62,773</u>	<u>\$ 63,673</u>	<u>\$ 100,766</u>

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

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

	SHERIFF REVOLVING FUND				INMATE SECURITY FUND			
	Year Ended December 31,				Year Ended December 31,			
	2023		2024		2023		2024	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	16,000	3,960	5,000	5,940	117,500	176,768	128,000	238,704
Interest	500	1,706	1,000	2,517	500	11,142	5,000	24,736
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 16,500</u>	<u>\$ 5,666</u>	<u>\$ 6,000</u>	<u>\$ 8,457</u>	<u>\$ 118,000</u>	<u>\$ 187,910</u>	<u>\$ 133,000</u>	<u>\$ 263,440</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	10,000	32,301	10,000	13,237	95,000	110,680	173,000	151,118
Capital outlay	-	-	-	-	7,000	10,825	11,000	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 10,000</u>	<u>\$ 32,301</u>	<u>\$ 10,000</u>	<u>\$ 13,237</u>	<u>\$ 102,000</u>	<u>\$ 121,505</u>	<u>\$ 184,000</u>	<u>\$ 151,118</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ 6,500	\$ (26,635)	\$ (4,000)	\$ (4,780)	\$ 16,000	\$ 66,405	\$ (51,000)	\$ 112,322
CASH AND INVESTMENTS, JANUARY 1	<u>83,960</u>	<u>83,960</u>	<u>57,325</u>	<u>57,325</u>	<u>456,087</u>	<u>456,087</u>	<u>522,492</u>	<u>522,492</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 90,460</u>	<u>\$ 57,325</u>	<u>\$ 53,325</u>	<u>\$ 52,545</u>	<u>\$ 472,087</u>	<u>\$ 522,492</u>	<u>\$ 471,492</u>	<u>\$ 634,814</u>

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

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

	HELP AMERICA VOTE ACT FUND				SENIOR CITIZENS SERVICES BOARD FUND			
	Year Ended December 31,				Year Ended December 31,			
	2023		2024		2023		2024	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 227,500	\$ 427,604	\$ 230,500	\$ 85,829
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	4,300	4,300	22,200	32,850	-	-	-	-
Interest	100	1,628	2,000	1,479	350	434	435	475
Other	-	-	-	-	-	1,500	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 4,400</u>	<u>\$ 5,928</u>	<u>\$ 24,200</u>	<u>\$ 34,329</u>	<u>\$ 227,850</u>	<u>\$ 429,538</u>	<u>\$ 230,935</u>	<u>\$ 86,304</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	78,300	24,597	65,000	61,236	280,466	216,591	306,506	253,288
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 78,300</u>	<u>\$ 24,597</u>	<u>\$ 65,000</u>	<u>\$ 61,236</u>	<u>\$ 280,466</u>	<u>\$ 216,591</u>	<u>\$ 306,506</u>	<u>\$ 253,288</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (73,900)	\$ (18,669)	\$ (40,800)	\$ (26,907)	\$ (52,616)	\$ 212,947	\$ (75,571)	\$ (166,984)
CASH AND INVESTMENTS, JANUARY 1	<u>90,552</u>	<u>90,552</u>	<u>71,883</u>	<u>71,883</u>	<u>224,439</u>	<u>224,439</u>	<u>437,386</u>	<u>437,386</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 16,652</u>	<u>\$ 71,883</u>	<u>\$ 31,083</u>	<u>\$ 44,976</u>	<u>\$ 171,823</u>	<u>\$ 437,386</u>	<u>\$ 361,815</u>	<u>\$ 270,402</u>

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

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

	SENATE BILL 40 BOARD FUND				COUNTY LAW ENFORCEMENT RESTITUTION FUND			
	Year Ended December 31,				Year Ended December 31,			
	2023		2024		2023		2024	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ 253,433	\$ 246,641	\$ 250,000	\$ 300,976	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	445,000	500,798	524,400	459,846	-	-	-	-
Charges for services	-	-	-	-	45,000	27,206	48,000	33,692
Interest	658	1,021	1,247	846	450	512	450	252
Other	-	-	32,000	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 699,091</u>	<u>\$ 748,460</u>	<u>\$ 807,647</u>	<u>\$ 761,668</u>	<u>\$ 45,450</u>	<u>\$ 27,718</u>	<u>\$ 48,450</u>	<u>\$ 33,944</u>
DISBURSEMENTS								
Salaries	\$ 351,300	\$ 314,372	\$ 371,500	\$ 303,273	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	79,313	-	73,365	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	270,791	237,502	337,247	236,023	10,000	10,000	-	-
Capital outlay	77,000	73,586	98,900	55,775	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	43,400	43,400	53,400	25,317
Total Disbursements	<u>\$ 699,091</u>	<u>\$ 704,773</u>	<u>\$ 807,647</u>	<u>\$ 668,436</u>	<u>\$ 53,400</u>	<u>\$ 53,400</u>	<u>\$ 53,400</u>	<u>\$ 25,317</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ -	\$ 43,687	\$ -	\$ 93,232	\$ (7,950)	\$ (25,682)	\$ (4,950)	\$ 8,627
CASH AND INVESTMENTS, JANUARY 1	<u>622,357</u>	<u>622,357</u>	<u>666,044</u>	<u>666,044</u>	<u>31,289</u>	<u>31,289</u>	<u>5,607</u>	<u>5,607</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 622,357</u>	<u>\$ 666,044</u>	<u>\$ 666,044</u>	<u>\$ 759,276</u>	<u>\$ 23,339</u>	<u>\$ 5,607</u>	<u>\$ 657</u>	<u>\$ 14,234</u>

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

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

	ARPA FUND				LITTLE PROCTOR ROAD OVERLAY FUND			
	Year Ended December 31,				Year Ended December 31,			
	2023		2024		2023		2024	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Interest	-	48,506	-	60,943	200	2,618	2,000	5,232
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	\$ -	\$ 48,506	\$ -	\$ 60,943	\$ 200	\$ 2,618	\$ 2,000	\$ 5,232
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	-	1,092,973	-	1,579,741	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	114,000	-	114,000	-
Transfers out	-	-	-	1,241,131	-	-	-	-
Total Disbursements	\$ -	\$ 1,092,973	\$ -	\$ 2,820,872	\$ 114,000	\$ -	\$ 114,000	\$ -
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ -	\$ (1,044,467)	\$ -	\$ (2,759,929)	\$ (113,800)	\$ 2,618	\$ (112,000)	\$ 5,232
CASH AND INVESTMENTS, JANUARY 1	4,011,818	4,011,818	2,967,351	2,967,351	114,878	114,878	117,496	117,496
CASH AND INVESTMENTS, DECEMBER 31	\$ 4,011,818	\$ 2,967,351	\$ 2,967,351	\$ 207,422	\$ 1,078	\$ 117,496	\$ 5,496	\$ 122,728

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



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

	OPIOID SETTLEMENT FUND				TAX MAINTENANCE FUND			
	Year Ended December 31,				Year Ended December 31,			
	2023		2024		2023		2024	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	45,000	59,692	58,000	60,882
Interest	-	528	-	2,021	100	953	1,000	2,219
Other	-	62,591	-	107,370	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ -</u>	<u>\$ 63,119</u>	<u>\$ -</u>	<u>\$ 109,391</u>	<u>\$ 45,100</u>	<u>\$ 60,645</u>	<u>\$ 59,000</u>	<u>\$ 63,101</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	-	-	-	-	67,160	34,084	52,160	12,442
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	30,550
Total Disbursements	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 67,160</u>	<u>\$ 34,084</u>	<u>\$ 52,160</u>	<u>\$ 42,992</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ -	\$ 63,119	\$ -	\$ 109,391	\$ (22,060)	\$ 26,561	\$ 6,840	\$ 20,109
CASH AND INVESTMENTS, JANUARY 1	-	-	63,119	63,119	77,671	77,671	104,232	104,232
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ -</u>	<u>\$ 63,119</u>	<u>\$ 63,119</u>	<u>\$ 172,510</u>	<u>\$ 55,611</u>	<u>\$ 104,232</u>	<u>\$ 111,072</u>	<u>\$ 124,341</u>

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

MORGAN COUNTY, MISSOURI  
STATEMENT OF FIDUCIARY RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH - REGULATORY BASIS  
YEARS ENDED DECEMBER 31, 2023 AND 2024

Fund/Account	Cash and Investments	Receipts	Disbursements	Cash and Investments	Receipts	Disbursements	Cash and Investments
	January 1, 2023			December 31, 2023			December 31, 2024
Treasurer Health Center	\$ -	\$ 452,292	\$ 452,292	\$ -	\$ 499,658	\$ 499,658	\$ -
Treasurer Sheltered Workshop	-	245,159	245,159	-	270,381	270,381	-
Treasurer Fire District	-	3,121,730	3,121,730	-	3,536,840	3,536,840	-
Treasurer Barnett Special Road	-	40,598	40,598	-	44,032	44,032	-
Treasurer Library	-	442,923	442,923	-	489,330	489,330	-
Treasurer School Districts	-	17,915,769	17,915,769	-	19,864,048	19,864,048	-
Treasurer Non-apportioned Schools	-	964,868	964,868	-	1,053,807	1,053,568	239
Treasurer School Fines	48,336	84,503	86,509	46,330	83,027	86,986	42,371
Treasurer Garvolis Special Road	-	478,067	478,067	-	429,997	429,997	-
Treasurer Jr College of Sedalia	-	45,645	45,645	-	52,122	52,122	-
Treasurer Golden Age Nursing Home	-	237,661	237,661	-	259,433	259,433	-
Treasurer Good Shepherd Nursing Home	-	670,769	670,769	-	742,260	742,260	-
Treasurer Cam-Mo Ambulance	-	66,671	66,671	-	73,683	73,683	-
Treasurer Mid-Mo Ambulance	-	496	496	-	248	248	-
Treasurer FIT	599	2,142	608	2,133	495	2,267	361
Treasurer Criminal Costs	-	481,195	481,195	-	446,533	446,533	-
Treasurer Overplus on Tax Sales	296,694	359,790	287,396	369,088	452,714	257,737	564,065
Treasurer Unclaimed Fees	-	-	-	-	433	433	-
Treasurer CERF	4	537,099	536,940	163	586,200	586,173	190
Treasurer Senior Citizens Services	-	244,108	244,108	-	269,299	269,299	-
Treasurer Deputy Wage Supplement	-	3,909	3,909	-	4,620	4,620	-
Treasurer Evidence	63,910	14,834	-	78,744	7,167	800	85,111
Treasurer POST	-	833	833	-	930	930	-
Treasurer PA Retirement	-	11,608	11,608	-	15,508	15,508	-
Collector	19,094,306	30,623,670	29,066,018	20,651,958	30,595,931	31,919,830	19,328,059
Recorder	27,848	262,718	269,472	21,094	252,800	248,249	25,645
Prosecuting Attorney	26,006	128,023	129,149	24,880	216,641	199,002	42,519
Sheriff General	76,933	407,756	419,166	65,523	426,835	433,606	58,752
County Clerk	29,074	34,673	19,288	44,459	52,829	87,512	9,776
Public Administrator	585,722	732,490	813,951	504,261	775,336	864,772	414,825
Total	<u>\$ 20,249,432</u>	<u>\$ 58,611,999</u>	<u>\$ 57,052,798</u>	<u>\$ 21,808,633</u>	<u>\$ 61,503,137</u>	<u>\$ 62,739,857</u>	<u>\$ 20,571,913</u>

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

MORGAN COUNTY, MISSOURI  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2023 and 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

As discussed further in Note 1, these financial statements are presented using accounting practices prescribed or permitted by Missouri law, which differ from accounting principles generally accepted in the United States of America, which would include all relevant Governmental 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 Morgan 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 (other than the portion that is funded by the General Revenue Fund) 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.
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. Actual expenditures exceeded budgeted amounts for the following funds:

	2023	2024
Special Road and Bridge	✓	N/A
Prosecuting Attorney Training	✓	✓
Local Emergency Planning Committee	✓	N/A
Law Enforcement Sales Tax	✓	✓
Sheriff Revolving	✓	✓
Inmate Security	✓	N/A
Senate Bill 40 Board	✓	N/A
ARPA	✓	✓

- 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 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 valuations of the tangible taxable property included within the County's boundaries for the calendar years 2024 and 2023 for purposes of taxation were:

	2024	2023
Real Estate	\$ 470,944,850	\$ 464,297,650
Personal Property	121,342,389	121,966,734
Railroad and Utilities	29,492,754	30,164,131
Total	<u>\$ 621,779,993</u>	<u>\$ 616,428,515</u>

For calendar years 2024 and 2023, the County Commission approved a tax levy per \$100 of assessed valuation of tangible taxable property as follows:

	2024	2023
General Revenue	\$ 0.0261	\$ 0.0411
Special Road and Bridge	0.1233	0.1646
Senate Bill 40 Board	0.0417	0.0417
Senior Citizens Services Board	0.0417	0.0417

In addition to the levies above, the County has several levies and fees assessed on property located in 12 Neighborhood Improvement Districts within the County. These include debt service levies for paying back N.I.D. bond debt, and maintenance levies and fees assessed to maintain the condition of the roads within the Districts.

## 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. Cash includes deposits and short-term investments with maturities that are less than ninety days. Investments consist of certificates of deposit with original maturities that are greater than ninety days.

Custodial Credit Risk - Deposits – Custodial credit risk is the risk that in the event of a bank failure, a government's deposits may not be returned to it. Missouri statutes require that all deposits with financial institutions be collateralized in an amount at least equal to uninsured deposits. At December 31, 2024, the County had the following cash and investment balances:

	Carrying Value	Bank Balance	FDIC Coverage
Cash and Cash Equivalents	\$ 17,953,482	\$ 18,380,682	\$ 750,000
Investments	2,228,926	2,228,926	500,000
Total Governmental Funds	<u>\$ 20,182,408</u>	<u>\$ 20,609,608</u>	<u>\$ 1,250,000</u>
 Cash and Cash Equivalents	 \$ 20,301,987	 \$ 18,049,662	 \$ 541,429
Investments	269,926	269,926	269,926
Total Fiduciary Funds	<u>\$ 20,571,913</u>	<u>\$ 18,319,588</u>	<u>\$ 811,355</u>

At December 31, 2023, 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	\$ 19,175,469	\$ 18,380,682	\$ 750,000
Investments	<u>1,811,377</u>	<u>1,811,377</u>	<u>250,000</u>
Total Governmental Funds	<u>\$ 20,986,846</u>	<u>\$ 20,192,059</u>	<u>\$ 1,000,000</u>
Cash and Cash Equivalents	\$ 21,597,589	\$ 16,481,859	\$ 733,774
Investments	<u>211,044</u>	<u>211,044</u>	<u>211,044</u>
Total Fiduciary Funds	<u>\$ 21,808,633</u>	<u>\$ 16,692,903</u>	<u>\$ 944,818</u>

The remainder of the balances not covered by FDIC deposit insurance at December 31, 2024 and 2023 were covered by pledged collateral securities or other acceptable collateral held by the County or by its safekeeping bank agent in the County's name.

### 3. COUNTY EMPLOYEES' RETIREMENT PLANS

#### A. County Employees' Retirement Fund (CERF)

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

##### 1) Plan Description

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

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

##### 2) Pension Benefits

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

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

The County Employees' Retirement Fund issues audited financial statements. Copies of these statements may be obtained from the Board of Directors of CERF by writing to CERF, 2121 Schotthill Woods Drive, Jefferson City, MO 65101, by calling 1-877-632-2373, or by the following website, [www.mocerf.org](http://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 2023 and 2024, the County collected and remitted to CERF employee withholdings and fees collected of \$536,940 and \$586,173, respectively, for the years then ended.

### B. 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 \$11,608 and \$15,508, respectively, for the years ended December 31, 2023 and 2024.

### C. Other Retirement Plans

Morgan County has a voluntary 457(b) and 401(a) 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 401(a) plan for the years ended December 31, 2023 and 2024 were \$31,810 and \$33,525. Employee contributions collected and remitted by the County for the 457(b) plan for the years ended December 31, 2023 and 2024 were \$136,494 and \$113,516.

The Morgan County Senate Bill 40 Board participates in a SIMPLE IRA plan and matches up to 3% of an employee's elective deferrals. These contributions qualify under the Internal Revenue Code and are tax exempt. The Board contributed \$3,088 and \$6,862 for the years ended December 31, 2023 and 2024, respectively.

## 4. POST EMPLOYMENT BENEFITS

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



## 5. CLAIMS, COMMITMENT AND CONTINGENCIES

### A. Compensated Absences

The County provides full-time employees with 12 days of sick leave per year, up to a maximum of 36 days. Upon termination, employees will not be compensated for any unused sick time.

Vacation time is accrued for every full-time employee and accrues at a rate of six days per year for employees with three years of service time or less, 12 days for employees with four to nine years of service time, or 18 days for employees with ten years of service time or more. If an employee has reached the maximum amount of unused vacation (one and one-half times the annual vacation amount), vacation will stop accruing on a monthly basis until the employee is below the limit. Upon separation, employees with ninety days or more of continuous service will be compensated for unused vacation time.

### B. Federal and State Assisted Programs

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

## 6. RISK MANAGEMENT

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

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

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

## 7. LONG-TERM DEBT

In 2006, the County issued \$222,000 in Limited General Obligation Bonds for the purpose of capital improvements located within the Saddle Road Neighborhood Improvement District. The

bonds are paid through a special assessment that is assessed on the benefitted properties located within the District. Principal and interest payments are due annually on March 1 with interest payable at 4.875%.

<u>Fiscal Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 16,000	\$ 1,609	\$ 17,609
2026	17,000	829	17,829
Totals	<u>\$ 33,000</u>	<u>\$ 2,438</u>	<u>\$ 35,438</u>

The following schedule shows changes in long-term debt during the year ended December 31, 2024:

<u>Description</u>	<u>Balance 12/31/2023</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance 12/31/2024</u>	<u>Interest Paid</u>
General Obligation Bonds	\$ 48,000	\$ -	\$ (15,000)	\$ 33,000	\$ 2,340

The following schedule shows changes in long-term debt during the year ended December 31, 2023:

<u>Description</u>	<u>Balance 12/31/2022</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance 12/31/2023</u>	<u>Interest Paid</u>
General Obligation Bonds	\$ 63,000	\$ -	\$ (15,000)	\$ 48,000	\$ 3,071

## 8. SUBSEQUENT EVENTS

The County has evaluated events subsequent to December 31, 2024 to assess the need for potential recognition or disclosure in the financial statements. Such events were evaluated through October 9, 2025, 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 Morgan 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 Morgan 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, 2023 and 2024, and the related Comparative Statements of Receipts, Disbursements and Changes in Cash – Budget and Actual – Regulatory Basis for the years then ended, and the related notes to the financial statements, which collectively comprise Morgan County, Missouri's basic financial statements and have issued our report thereon dated October 9, 2025.

#### **Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Morgan 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 Morgan County, Missouri's internal control. Accordingly, we do not express an opinion on the effectiveness of Morgan 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 were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2024-001 that we consider to be a significant deficiency.

## **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Morgan 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 an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 2024-002.

## **Morgan County, Missouri's Responses to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on Morgan County, Missouri's responses to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. Morgan County, Missouri's responses were not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

## **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  
October 9, 2025

## **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 Morgan County, Missouri

#### **Report on Compliance for Each Major Federal Program**

##### ***Opinion on Each Major Federal Program***

We have audited Morgan 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 Morgan County, Missouri's major federal programs for the years ended December 31, 2023 and 2024. Morgan 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, Morgan County, Missouri complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the years ended December 31, 2023 and 2024.

##### ***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 Morgan 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 Morgan 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 Morgan County, Missouri's federal programs.

## ***Auditor's Responsibilities for the Audit of 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 Morgan 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 Morgan 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 Morgan 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 Morgan 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 Morgan 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**

Our consideration of internal control over compliance was for the limited purposes described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a material weakness.

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

*A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2024-003 to be a material weakness.

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.

*Government Auditing Standards* requires the auditor to perform limited procedures on Morgan County, Missouri's response to the internal control over compliance finding identified in our compliance audit described in the accompanying schedule of findings and questioned costs. Morgan County, Missouri's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of 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  
October 9, 2025



MORGAN 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	
			Year Ended December 31, 2023	2024
U. S. DEPARTMENT OF JUSTICE				
16.575	Passed through Missouri Association of Prosecuting Attorneys - Crime Victim Assistance	N/A	\$ 33,641	\$ 37,820
U. S. DEPARTMENT OF TRANSPORTATION				
20.205	Passed through Missouri Department of Transportation - Highway Planning and Construction	BRO-R071(11)	500,183	-
		BRO-R071(12)	52,970	18,099
	Total 20.205		\$ 553,153	\$ 18,099
20.607	Passed through University of Central Missouri - Alcohol Open Container Requirements	24-154-AL-049	2,200	6,400
			-	-
	Total 20.607		\$ 2,200	\$ 6,400
U. S. DEPARTMENT OF THE TREASURY				
21.027	Direct program - COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	N/A	\$ 1,092,973	\$ 2,820,872
21.027	Passed through Missouri Department of Public Safety - COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	SLFRP4542-CJMI030	-	70,750
	Total 21.027		\$ 1,092,973	\$ 2,891,622
ELECTION ASSISTANCE COMMISSION				
90.401	Passed through Missouri Secretary of State - Help America Vote Act Requirements Payments	N/A	-	11,750
EXECUTIVE OFFICE OF THE PRESIDENT				
95.001	Passed through Missouri State Highway Patrol - High Intensity Drug Trafficking Areas Program	G23MW0001A-QQ	11,546	-
Total Expenditures of Federal Awards			\$ 1,693,513	\$ 2,965,691

See accompanying Notes to the Schedule of Expenditures of Federal Awards

**MORGAN COUNTY, MISSOURI**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEARS ENDED DECEMBER 31, 2023 AND 2024**

**NOTE A – BASIS OF PRESENTATION**

The accompanying Schedule of Expenditures of Federal Awards (SEFA) includes the federal award activity of Morgan County, Missouri for the years ended December 31, 2024 and 2023. 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 minimis 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 years ended December 31, 2024 and 2023.

MORGAN COUNTY, MISSOURI  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEARS ENDED DECEMBER 31, 2023 AND 2024

**SECTION I – SUMMARY OF AUDITOR’S RESULTS**

**Financial Statements:**

Type of auditor’s report issued on whether the financial statements  
audited were prepared in accordance with GAAP: Adverse

Type of auditor’s report issued on whether the financial statements  
were prepared in accordance with the regulatory basis: Unmodified

The special purpose framework used as a basis of accounting was not required by state law.

**Internal Control Over Financial Reporting:**

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

**Federal Awards:**

**Internal Control Over Major Programs:**

- Material weakness(es) identified?   X   Yes      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?   X   Yes      No

**Identification of Major Programs:**

<u>Assistance Listing Number(s)</u>	<u>Name of Federal Program or Cluster</u>
21.027	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**

#### **2024-001: Collector’s Internal Controls over Receipts**

Criteria: A proper system of internal controls dictates that receipts should be numbered in an accounting ledger and accounted for in sequential order.

Condition: During our audit, we selected 40 receipts of the Collector’s office for testing. We noted that there was no receipt number assigned in the Ulrich system for two of the 40 transactions tested. We obtained copies of the paid tax receipts which were provided to the payors for these two transactions, noting that the “Receipt #” was blank for both. A review of the Audit Journal reports for January 8, 2024 and March 28, 2024, the days on which the two transactions occurred, noted that several, but not all, of the transactions on those days were not assigned a receipt number by the system.

Cause: The accounting system did not generate a receipt number for each transaction, leaving gaps between various transactions. The Collector contacted the software vendor and was told that it was due to a loss of connection to the network.

Effect: Accounting for receipts with sequentially ordered receipt numbers is an anti-fraud measure that improves the accountability of funds received and helps to ensure that all money received is recorded and deposited in the bank.

Recommendation: We recommend that the Collector implement procedures to ensure receipt numbers are generated with each transaction.

County’s Response: The Collector will implement procedures to ensure receipt numbers are generated with each transaction in the future.

Auditor’s Evaluation: The response, if implemented, would be appropriate to correct the concern.

### **ITEMS OF NONCOMPLIANCE**

#### **2024-002: Budgetary Controls**

Criteria: State statutes prohibit expenditures in excess of approved budgets and require the preparation of a formal budget for all County funds.

Condition: The County incurred expenditures in excess of the approved budgets for eight funds in 2023 and four funds in 2024. The complete list of funds can be found in Note 1.D.10.

Cause: The County did not adequately review and amend budgeted expenditures of each Fund to ensure actual expenditures did not exceed the budgeted amounts.

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

Recommendation: We recommend the County adhere to the authorized spending limits as documented in the adopted County budget or follow the appropriate procedures to amend the budget.

County's Response: The County Commission is taking steps along with elected officials to monitor their funds more closely to help prevent budget overruns and to promote fiscal responsibility.

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

### **SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

#### **2024-003: Internal Control Over Schedule of Expenditures of Federal Awards**

Federal Grantor: U.S. Department of Justice (DOJ), U.S. Department of Transportation (DOT), U.S. Department of the Treasury (Treasury), Executive Office of the President (EOP)

Pass-Through Grantor: Missouri Department of Transportation, University of Central Missouri, Missouri Secretary of State, Missouri State Highway Patrol

Federal Assistance Listing Number: 16.575, 20.205, 20.607, 20.616, 21.027, 95.001

Program Title: Crime Victim Assistance, Highway Planning and Construction, Alcohol Open Container Requirements, National Priority Safety Programs, Coronavirus State and Local Fiscal Recovery Funds, High Intensity Drug Trafficking Area Program

Pass-through Entity Identifying Number: BRO-R071(11), BRO-R071(12), 24-154-AL-049, 25-ENF-03-078, 24-M2HVE-05-032, SLFRP4542-CJMI030, G23MW0001A-QQ

Award Year: 2023 and 2024

Questioned Costs: None

Criteria: 2 CFR 200.510(b) requires auditees to prepare a schedule of expenditures of federal awards (SEFA) which must report total federal awards expended during the audit period. At a minimum, the schedule must include: expenditures by individual federal program, name of the pass-through entity and identifying number for awards not received directly from the federal government, and the total amount provided to subrecipients from each federal program.

Condition: The SEFA reported by the County in the 2024 and 2025 annual budget documents contained errors in amounts of federal expenditures reported. This finding was noted in the prior audit as item 2020-006.

Discrepancies in amounts reported on the 2023 SEFA and amount supported by underlying accounting records are summarized as follows:

Assistance			Original		
Federal Agency	Listing Number	Program	SEFA	Supported	Difference
DOJ	16.575	Crime Victim Assistance	\$ -	\$ 33,641	\$ (33,641)
DOT	20.205	Highway Planning and Construction	57,028	553,153	(496,125)
DOT	20.607	Alcohol Open Container Requirements	-	2,200	(2,200)
EOP	95.001	High Intensity Drug Trafficking Areas Program	-	11,546	(11,546)

Discrepancies in amounts reported on the 2024 SEFA and amounts supported by underlying accounting records are summarized as follows:

Assistance			Original		
Federal Agency	Listing Number	Program	SEFA	Supported	Difference
DOJ	16.575	Crime Victim Assistance	\$ -	\$ 37,820	\$ (37,820)
DOT	20.205	Highway Planning and Construction	360,170	18,099	342,071
DOT	20.607	Alcohol Open Container Requirements	-	3,500	(3,500)
DOT	20.616	National Priority Safety Programs	-	2,200	(2,200)
Treasury	21.027	Coronavirus State and Local Fiscal Recovery	-	2,891,577	(2,891,577)

Cause: The County has not implemented a proper system of internal control over SEFA preparation, such as a reconciliation to underlying accounting records or having a separate individual review the SEFA for clerical accuracy after it has been prepared. Reasons for discrepancies in individual programs varied.

Effect: The SEFA presented for audit did not accurately reflect the County's actual expenditures of federal awards for both the years ended December 31, 2023 and 2024.

Recommendation: We recommend that the County implement internal controls to ensure that the SEFA completely and accurately states the expenditures of federal awards of the County each year.

County's Response: We are taking steps to address the ongoing issue by coordinating with department heads and the Treasurer to ensure all grant paperwork is properly received and documented.

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

**MANAGEMENT'S RESPONSE TO AUDITOR'S FINDINGS:**

- **Summary Schedule of Prior Audit Findings**
  - **Corrective Action Plan**



## **Morgan County Commission**

100 E. Newton  
Versailles, Missouri 65084  
573-378-4643

### **MORGAN COUNTY, MISSOURI SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

In accordance with the Uniform Guidance, this section reports the follow-up on action taken by Morgan County, Missouri on the applicable findings in the prior audit report issued for the two years ended December 31, 2020.

2020-001: During the audit, it was noted the County was not in compliance with Missouri budgetary state statute Chapter 50 RSMo. Two funds in 2020 and six funds in 2019 had actual expenditures that exceeded budgeted expenditures. Two funds did not have budgets prepared in 2020 and 2019.

Status: Partially resolved, see finding 2024-002.

2020-002: During the audit, it was noted that the Senate Bill 40 Board's budgets for the years ended December 31, 2020 and 2019 were prepared with formula errors.

Status: Considered resolved.

2020-003: The County did not have a formal fraud risk assessment in place.

Status: Considered resolved.

2020-004: For the years ended December 31, 2020 and 2019, the County Clerk's office failed to perform timely and accurate bank reconciliations or prepare a list of outstanding liabilities for all bank accounts held by the County Clerk's office.

Status: Considered resolved.

2020-005: The recorded transfers out did not equal the recorded transfers in for either 2020 or 2019.

Status: Considered resolved.

2020-006: The Schedule of Expenditures of Federal Awards contained errors. The County's current internal controls over SEFA reporting are not sufficient to ensure correct SEFA reporting.

Status: Not resolved, see finding 2024-003





**Morgan County Commission**  
100 E. Newton  
Versailles, Missouri 65084  
573-378-4643

**MORGAN COUNTY, MISSOURI  
CORRECTIVE ACTION PLAN**

**Finding Reference Number:** 2024-001

**Federal Agency:** N/A

**Program Name:** N/A

**Assistance Listing Number:** N/A

**Responsible Official:** Kathy Francis, Collector

**Views of Responsible Individuals:** *Collector will implement procedures to ensure receipt numbers are generated with each transaction in the future.*

**Finding Reference Number:** 2024-002

**Federal Agency:** N/A

**Program Name:** N/A

**Assistance Listing Number:** N/A

**Responsible Official:** County Commission

**Views of Responsible Individuals:** *The County Commission is taking steps along with elected officials to monitor their funds more closely to help prevent budget overruns and to promote fiscal responsibility.*

**Finding Reference Number:** 2024-003

**Federal Agency:** U.S. Department of Justice, U.S. Department of Transportation, U.S. Department of the Treasury, Executive Office of the President (EOP)

**Program Name:** Crime Victim Assistance, Highway Planning and Construction, Alcohol Open Container Requirements, National Priority Safety Programs, Coronavirus State and Local Fiscal Recovery Funds, High Intensity Drug Trafficking Area Program

**Assistance Listing Number:** 16.575, 20.205, 20.607, 20.616, 21.027, 95.001

**Responsible Official:** Aimee Worthley, County Clerk

**Views of Responsible Individuals:** *We are taking steps to address the ongoing issue by coordinating with department heads and the treasurer to ensure all grant paperwork is properly received and documented.*

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

## McBRIDE, LOCK & ASSOCIATES, LLC

---

CERTIFIED PUBLIC ACCOUNTANTS

October 9, 2025

To the County Commission  
Morgan County, Missouri

We have audited the regulatory basis financial statements of Morgan County, Missouri for the years ended December 31, 2023 and 2024. 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 May 22, 2025. 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 Morgan 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 2023 and 2024. 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. 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 October 9, 2025.

### *Management Consultations with Other Independent Accountants*

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

### *Other Audit Findings or Issues*

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

In planning and performing our audit of the Statement of Receipts, Disbursements and Changes in Cash – All Governmental Funds – Regulatory Basis, the Statement of Fiduciary Receipts, Disbursements and Changes in Cash – Regulatory Basis, and the related Comparative Statements of Receipts, Disbursements and Changes in Cash – Budget and Actual – Regulatory Basis – All Governmental Funds as of and for the years ended December 31, 2023 and 2024, we considered Morgan County's internal control in order to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on internal control. We issued our report on our consideration of internal control over financial reporting dated October 9, 2025. However, during our audit we became aware of matters that are opportunities for strengthening internal controls.

## **Senate Bill 40 Board Internal Controls**

In reviewing the Senate Bill 40 Board general ledger, we noted instances where check numbers did not follow in sequential order in the SB40 checking account. In October 2023, the check numbers went from 2747 to 2500. The last check number written in 2023 was 2524 per the general ledger, while the first check written in 2024 was 2532. In December 2024, the check numbers went from 2624 to 2750. The Board uses prenumbered checkbooks ordered from the bank. The Senate Bill 40 Board Director mentioned that a new checkbook was ordered after not being able to locate the original one. Issuing checks in sequential order ensures the completeness of disbursement records and reduces the risk of unauthorized, duplicate, or unrecorded disbursements going undetected. We recommend that the Senate Bill 40 Board implement procedures to ensure that checks are issued in sequential order.

### **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 prescribed or permitted by Missouri law, 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 Morgan 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