

STODDARD COUNTY PUBLIC
HEALTH CENTER
Bloomfield, Missouri

For the Year Ended December 31, 2022

ANNUAL FINANCIAL REPORT

BEUSSINK, HEY, ROE & STRODER, L.L.C.

Certified Public Accountants

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INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
Stoddard County Public
Health Center
Bloomfield, Missouri

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and the general fund of the Stoddard County Public Health Center as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Center's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the general fund of the Stoddard County Public Health Center, as of December 31, 2022, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Stoddard County Public Health Center 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 opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and 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 the Stoddard County Public Health Center'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.

Auditors' 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 auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 Stoddard County Public Health Center'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 the Stoddard County Public health Center'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.

Required Supplementary Information

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the budgetary comparison information, schedule of changes in net pension liability and related ratios, and the schedule of employer contributions on pages 20 to 23 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Stoddard County Public Health Center's basic financial statements. The Statement of Grant Income and the 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*, are presented for purposes of additional analysis and are 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 Statement of Grant Income and the Schedule of Expenditures of Federal Awards are 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 August 18, 2023, on our consideration of the Stoddard County Public Health Center's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Stoddard County Public Health Center's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Stoddard County Public Health Center's internal control over financial reporting and compliance.

BEUSSINK, HEY, ROE & STRODER, L.L.C.

Beussink, Hey, Roe & Stroder, L.L.C.

Cape Girardeau, Missouri
August 18, 2023

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INDEPENDENT AUDITORS' 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 Board of Trustees
Stoddard County Public
Health Center
Bloomfield, Missouri

We have audited, 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, the financial statements of the governmental activities and the general fund of the Stoddard County Public Health Center as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Center's basic financial statements, and have issued our report thereon dated August 18, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Stoddard County Public Health Center's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Stoddard County Public Health Center's internal control. Accordingly, we do not express an opinion on the effectiveness of the Stoddard County Public Health Center's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BEUSSINK, HEY, ROE & STRODER, L.L.C.

Beussink, Hey, Roe & Stroder, L.L.C.

Cape Girardeau, Missouri
August 18, 2023

BASIC FINANCIAL STATEMENTS

STATEMENT 1

STODDARD COUNTY PUBLIC HEALTH CENTER
Bloomfield, MissouriSTATEMENT OF NET POSITION AND
GOVERNMENTAL FUND BALANCE SHEET

December 31, 2022

	General Fund	Adjustments	Statement of Net Position
<u>ASSETS</u>			
Cash	\$ 722,252	\$ -	\$ 722,252
Certificates of Deposit	1,255,191	-	1,255,191
Accounts Receivable	90,145	-	90,145
Accounts Receivable-Taxes	481,220	-	481,220
Inventory	41,698	-	41,698
Prepaid Expenses	13,191	-	13,191
Capital Assets:			
Land	-	34,000	34,000
Buildings and Improvements	-	1,607,641	1,607,641
Building Contents	-	316,165	316,165
Accumulated Depreciation	-	(934,322)	(934,322)
Net Pension Assets	-	347,765	347,765
Total Assets	<u>\$ 2,603,697</u>	<u>\$ 1,371,249</u>	<u>\$ 3,974,946</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Deferred Amounts Related to Pensions		<u>\$ 56,766</u>	<u>\$ 56,766</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 65,115	\$ -	\$ 65,115
Accrued Leave	36,577	-	36,577
Accrued Salaries and Wages	19,682	-	19,682
Payroll Withholdings	27,469	-	27,469
Deferred Grant Revenues	27,908	-	27,908
Deferred Tax Collections	58,710	-	58,710
Total Liabilities	<u>\$ 235,461</u>	<u>\$ -</u>	<u>\$ 235,461</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Amounts Related to Pensions		<u>\$ 150,071</u>	<u>\$ 150,071</u>
<u>FUND BALANCE/NET POSITION</u>			
Nonspendable Fund Balance	\$ 54,889	\$ (54,889)	
Unassigned Fund Balance	<u>2,313,347</u>	<u>(2,313,347)</u>	
Total Fund Balances	<u>\$ 2,368,236</u>	<u>\$ (2,368,236)</u>	
Total Liabilities and Fund Balance	<u>\$ 2,603,697</u>		
Net Position			
Net Investment in Capital Assets		\$ 1,023,484	\$ 1,023,484
Temporarily Restricted		-	-
Unrestricted		<u>2,622,696</u>	<u>2,622,696</u>
Total Net Position		<u>\$ 1,277,944</u>	<u>\$ 3,646,180</u>

See Accompanying Notes to Basic Financial Statements.

STODDARD COUNTY PUBLIC HEALTH CENTER
Bloomfield, Missouri

STATEMENT OF ACTIVITIES AND
 GOVERNMENTAL FUND REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE

For the Year Ended December 31, 2022

<u>EXPENDITURES/EXPENSES</u>	<u>General Fund</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
Salary Expense	\$ 567,866	\$ -	\$ 567,866
Payroll Taxes	51,412	-	51,412
Retirement Benefits (LAGERS)	50,837	(84,160)	(33,323)
Salary and Benefit Expense	\$ 670,115	\$ (84,160)	\$ 585,955
Insurance - EE Group Health	200,645	-	200,645
Insurance - Workmans Comp	1,291	-	1,291
Travel and Lodging	7,231	-	7,231
Meals	639	-	639
Conferences and Training	540	-	540
Computer Fees	31,057	-	31,057
Dues and Subscriptions	806	-	806
Legal and Accounting	24,275	-	24,275
Advertising	7,426	-	7,426
Contract Labor	21,510	-	21,510
Telephone	9,717	-	9,717
Utilities	19,092	-	19,092
Rents and Leases	62	-	62
Medical Provider Contract	2,609	-	2,609
Pharmaceuticals and Lab Services	99,614	-	99,614
Postage	732	-	732
Office Supplies	7,646	-	7,646
Medical Supplies	7,048	-	7,048
Medical Waste Disposal	1,613	-	1,613
Educational Materials	923	-	923
Janitorial Services	644	-	644
Repairs and Maintenance	6,884	-	6,884
Sanitation and Pest Control	1,910	-	1,910
Insurance	17,902	-	17,902
MFHC FP Disbursements	304,604	-	304,604
Capital Outlay	47,322	(33,200)	14,122
Bad Debt Expense	9,938	-	9,938
Bank Charges	15	-	15
Depreciation	-	57,986	57,986
Miscellaneous	966	-	966
Total Expenditures/Expenses	<u>\$ 1,504,776</u>	<u>\$ (59,374)</u>	<u>\$ 1,445,402</u>

See Accompanying Notes to Basic Financial Statements.

STODDARD COUNTY PUBLIC HEALTH CENTER
Bloomfield, Missouri

STATEMENT OF ACTIVITIES AND
 GOVERNMENTAL FUND REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE

For the Year Ended December 31, 2022

	General Fund	Adjustments	Statement of Activities
<u>PROGRAM REVENUES</u>			
Charges for Services:			
Medicaid	\$ 3,743	\$ -	\$ 3,743
Medicare	7,410	-	7,410
Fee for Service	11,857	-	11,857
Vital Records	44,989	-	44,989
Total Charges for Services	<u>\$ 67,999</u>	<u>\$ -</u>	<u>\$ 67,999</u>
Operating Grants and Contributions:			
Grant Income	\$ 790,362	\$ -	\$ 790,362
Donations	3,026	-	3,026
Donated Medicines	62,588	-	62,588
Total Operating Grants and Contributions	<u>\$ 855,976</u>	<u>\$ -</u>	<u>\$ 855,976</u>
Capital Grants and Contributions:			
Grant Income	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
NET PROGRAM EXPENSES			<u>\$ (521,427)</u>
<u>GENERAL REVENUES</u>			
Tax Collections	\$ 558,179	\$ -	\$ 558,179
Miscellaneous	1,094	-	1,094
Rental Income	10,800	-	10,800
Interest	11,668	-	11,668
Total General Revenues	<u>\$ 581,741</u>	<u>\$ -</u>	<u>\$ 581,741</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ 940	\$ (940)	\$ -
CHANGE IN NET POSITION	-	60,314	60,314
FUND BALANCE/NET POSITION, January 1, 2022	2,361,995	1,218,570	3,580,565
PRIOR PERIOD ADJUSTMENT	<u>5,301</u>	<u>-</u>	<u>5,301</u>
FUND BALANCE/NET POSITION, December 31, 2022	<u>\$ 2,368,236</u>	<u>\$ 1,277,944</u>	<u>\$ 3,646,180</u>

See Accompanying Notes to Basic Financial Statements.

STODDARD COUNTY PUBLIC HEALTH CENTER
Bloomfield, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

December 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The Stoddard County Public Health Center operates under an elected Board form of management. The Center's major operation is providing health services to the residents of Stoddard County.

A. Reporting Entity:

The Stoddard County Public Health Center Board is the basic level of government which has financial accountability and control over all activities related to the public health department. The Board receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

In evaluating the Center as a reporting entity, management has addressed all potential component units (traditionally separate reporting entities) for which the Center may be financially accountable and, as such, should be included with the Center's financial statements. The Center (the primary government) is financially accountable if it appoints a voting majority of the organization's governing board and (1) it is able to impose its will on the organization or (2) there is a potential for the organization to provide specific financial benefits to impose specific financial burdens on the Center. Additionally, the primary government is required to consider other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. Using the same criteria, the Center has determined that it is not a component unit of any other political subdivision.

B. Basis of Presentation – Combined Government-Wide and Fund Financial Statements:

The Center's basic financial statements include combined government-wide and fund financial statements. The Center is considered a special-purpose government engaged in a single governmental program, which allows it to report combined financial statements.

The government-wide financial statements report additional information to the fund financial statements. A reconciliation between the two types of financial statements shows which items are reported on one statement and not the other. The Center's net position is reported in three parts – net investment in capital assets, restricted net position, and unrestricted net position. The Center first utilizes restricted resources to finance qualifying activities.

The financial transactions of the Center are recorded in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues, and expenditures. The only fund used by the Center is the General Fund. The General Fund is the general operating fund of the Center. It is used to account for all financial resources except those required to be reported for in another fund.

C. Basis of Accounting:

Basis of accounting refers to when revenues received and expenditures disbursed are recognized in the accounts and how they are reported in the financial statement. It relates to the timing of the measurements made, regardless of the measurement focus applied.

All governmental funds are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e. both measurable and available. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the Center considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred.

D. Cash and Cash Equivalents:

The Center considers deposits that can be redeemed on demand and investments that have original maturities of less than three months to be cash equivalents. Cash and cash equivalents are stated at their fair values.

E. Accounts Receivable:

The Center was owed monies for various programs at December 31. These amounts are reported in the balance sheet as accounts receivable. Management estimates that all receivables are collectible and, therefore, no allowance for uncollectibles is considered necessary.

Taxes receivable represent taxes levied but not collected by December 31. No allowance for uncollectibles has been established because over time, management estimates substantially all property taxes are collected.

F. Donated Materials and Services:

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Donated materials and equipment are reflected as contributions in the accompanying statements at their estimated values at the date of receipt.

G. Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates. Accordingly, actual results could differ from those estimates.

H. Financial Instruments:

The Center's financial instruments are cash and cash equivalents, accounts receivable, and accounts payable. The recorded values approximate their fair values based on their short-term nature.

I. Capital Assets:

For financial reporting purposes, the Center capitalizes the cost of all capital assets that exceed \$750. Depreciation on assets is provided on the straight-line method over the following estimated useful lives.

Buildings and Improvements	15 to 40 Years
Building Contents	5 to 10 Years

Assets that are donated to the Center are capitalized at their estimated fair value when received.

J. Equity Classification:

Government-Wide Statements – Equity is classified as net position and displayed in three components:

1. Net investments in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.
2. Restricted net position – Consists of net resources with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
3. Unrestricted net position – All other net resources that do not meet the definition of “restricted” or “net investment in capital assets.”

It is the Center's policy to first use restricted net resources prior to the use of unrestricted net resources when an expense is incurred for purposes for which both restricted and unrestricted net resources are available.

Fund Financial Statements – The Center uses fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

1. Nonspendable fund balance – Amounts that are not in a spendable form (such as prepaids and inventory) or are required to be maintained intact;

2. Restricted fund balance – Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government) through constitutional provisions or by enabling legislation;
3. Committed fund balance – Amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint;
4. Assigned fund balance – Amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
5. Unassigned fund balance – Amounts that are available for any purpose; positive amounts are reported only in the general fund.

K. Advertising Costs:

Advertising costs are expensed as incurred. Advertising expense was \$7,426 for the year ended December 31, 2022.

L. Pension Plan:

For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Missouri Local Government Employees Retirement System (LAGERS) and additions to/deductions from LAGERS fiduciary net position have been determined on the same basis as they are reported by LAGERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

M. Subsequent Events:

In preparing these financial statements, the Center has evaluated events and transactions for potential recognition or disclosure through August 18, 2023, the date the financial statements were available to be issued.

2. CASH AND INVESTMENTS:

The Center has no formal policy on managing depository risks; however, state statutes authorize the Center to invest in certificates of deposits and other available bank investments provided the amounts are insured or approved securities are pledged to secure those funds on deposit in an amount equal to the amount of those funds. In addition, the Center can invest in direct debt securities of the United States unless such an investment is expressly prohibited by law.

Deposits in financial institutions, reported as components of cash and certificates of deposit, had a book balance of \$1,977,143 and a bank balance of \$1,991,855 at December 31, 2022, that was fully insured by depository insurance (\$648,801) or secured by collateral held by the financial institution's agent in the Center's name (\$1,343,054).

3. TAX COLLECTIONS:

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1 and payable by December 31. The county collects the property taxes and remits them to the Center. Property taxes are recognized when they become measurable and available. The Center receives the majority of the property tax in January and February of each year.

4. INVENTORY:

Inventory is stated at cost. The Center had inventory consisting of medicines, \$39,603, and medical supplies, \$2,095, on hand at December 31, 2022.

5. CAPITAL ASSETS:

A summary of the capital assets for the year ended December 31, 2022 is as follows:

	Balance January 1, 2022	Additions	Deductions	Balance December 31, 2022
Land	\$ 34,000	\$ -0-	\$ -0-	\$ 34,000
Buildings and Improvements	1,584,976	33,200	(10,535)	1,607,641
Building Contents	316,165	-0-	-0-	316,165
	<u>\$1,935,141</u>	<u>\$ 33,200</u>	<u>\$ (10,535)</u>	<u>\$1,957,806</u>
Less Accumulated Depreciation:				
Buildings and Improvements	\$ (605,734)	\$ (46,886)	\$ 10,535	\$ (642,085)
Building Contents	<u>(281,137)</u>	<u>(11,100)</u>	<u>-0-</u>	<u>(292,237)</u>
Total Accumulated Depreciation	<u>\$ (886,871)</u>	<u>\$ (57,986)</u>	<u>\$ 10,535</u>	<u>\$ (934,322)</u>
Capital Assets, Net	<u>\$1,048,270</u>	<u>\$ (24,786)</u>	<u>\$ -0-</u>	<u>\$1,023,484</u>

6. PENSION PLAN:

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

Benefits provided. LAGERS provides retirement, death, and disability benefits. Benefit provisions are adopted by the governing body of the employer, within the options available in the state statutes governing LAGERS. All benefits vest after 5 years of credited service. Employees who retire on or after age 60 with 5 or more years of service are entitled to an allowance for life based upon the benefit program information provided below. Employees may retire with an early retirement benefit with a minimum of 5 years of credited service and after attaining age 55 and receive a reduced allowance.

	<u>February 28, 2022 Valuation</u>
Benefit Multiplier:	1.5% for life
Final Average Salary:	5 Years
Member Contributions:	0%

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

Employees covered by benefit terms. At June 30, 2022, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	7
Inactive employees entitled to but not yet receiving benefits	11
Active employees	<u>13</u>
	<u>31</u>

Contributions. The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance an unfunded accrued liability. Full-time employees of the employer do not contribute to the pension plan. Employer contribution rates are 8.3% of annual covered payroll.

Net Pension Liability. The employer's net pension liability (asset) was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of February 28, 2022.

Actuarial assumptions. The total pension liability (asset) in the February 28, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

The healthy retiree mortality tables, for post-retirement mortality, were 115% of the PubG-2010 Retiree Mortality Table for males and females. The disabled retiree mortality tables, for post-retirement mortality, were 115% of the PubNS-2010 Disabled Retiree Mortality Table for males and females. The pre-retirement mortality tables used were 75% of the PubG-2010 Employee Mortality Table for males and females of general groups.

Mortality rates for a particular calendar year are determined by applying the MP-2020 mortality improvement scale to the above described tables.

The actuarial assumptions used in the February 28, 2022 valuation were based on the results of an actuarial experience study for the period March 1, 2015 through February 29, 2020.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Weighted Average Long-Term Expected Real Rate of Return</u>
Alpha	15.00%	3.67%
Equity	35.00%	4.78%
Fixed Income	31.00%	1.41%
Real Assets	36.00%	3.29%
Strategic Assets	8.00%	5.25%
Cash/Leverage	-25.00%	-0.29%

Discount rate. The discount rate used to measure the total pension liability is 7.00%. The projection of cash flows used to determine the discount rate assumes that employer contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payment to determine the total pension liability.

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(a)	(b)	(a) - (b)
Balance at 6/30/2021	<u>\$ 1,844,217</u>	<u>\$ 2,274,661</u>	<u>\$ (430,444)</u>
Changes for the year:			
Service Cost	46,021	-	46,021
Interest	128,616	-	128,616
Changes of benefit terms	-	-	-
Difference between expected and actual experience	(55,866)	-	(55,866)
Contributions - employer	-	40,092	(40,092)
Net investment income	-	1,531	(1,531)
Benefit payments, including refunds	(59,953)	(59,953)	-
Administrative expense	-	(2,873)	2,873
Other changes	-	(2,658)	2,658
Net Changes	<u>\$ 58,818</u>	<u>\$ (23,861)</u>	<u>\$ 82,679</u>
Balance at 6/30/2022	<u><u>\$ 1,903,035</u></u>	<u><u>\$ 2,250,800</u></u>	<u><u>\$ (347,765)</u></u>

Sensitivity of the net pension liability to changes in the discount rate. The following presents the Net Pension Liability (Asset) of the employer, calculated using the discount rate of 7.00%, as well as what the employer's Net Pension Liability (Asset) would be using a discount rate that is one percentage point lower (6.00%) or one percentage point higher (8.00%) than the current rate.

Current Single Discount		
1% Decrease	Rate Assumption	1% Increase
<u>6.00%</u>	<u>7.00%</u>	<u>8.00%</u>
<u>\$(57,030)</u>	<u>\$(347,765)</u>	<u>\$(585,213)</u>

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

For the year ended December 31, 2022, the employer recognized pension expense of \$(33,023). The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences in experience	\$ 24,977	\$ (46,254)
Assumption Changes	-	(27,062)
Net Difference between projected and actual earnings	-	(76,755)
Contributions subsequent to the measurement date	31,789	-
Total	<u>\$ 56,766</u>	<u>\$ (150,071)</u>

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

Year ended:	
2023	\$ (19,712)
2024	(48,195)
2025	(55,614)
2026	29,916
2027	-0-
Thereafter	-0-
Total	<u>\$ (93,605)</u>

7. RISK OF LOSS:

The Center is exposed to risk of loss of their building due to fire, vandalism, or natural disasters; of their property due to fire, theft, or natural disasters; of liability arising from injuries to others or their employees; or theft. The Center seeks to overcome these risks by the purchase of commercial insurance. There has been no reduction in coverage from the previous year. Also, there have been no settlement amounts that have exceeded insurance coverage.

The Center is insured under a retrospectively-rated policy for workers' compensation coverage. The initial premium may be adjusted based on actual experience. Adjustments in premiums are recorded when paid or received. During the year ended December 31, 2022, there were no significant adjustments in premiums based on actual experience. No settlements have exceeded coverage levels in place during 2020, 2021, and 2022.

8. FEDERAL INCOME TAXES:

The Stoddard County Public Health Center is a governmental entity. Accordingly, no provision for income taxes has been made.

9. COMMITMENTS AND CONTINGENCIES:

The Center participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the Center has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the Center, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies.

10. PRIOR PERIOD ADJUSTMENT:

A prior period adjustment of \$5,301 was recorded during the year to recognize interest income earned from certificates of deposit during 2021.

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE 1

STODDARD COUNTY PUBLIC HEALTH CENTER
Bloomfield, MissouriBUDGETARY COMPARISON - GENERAL FUND

For the Year Ended December 31, 2022

	Budgeted Amounts			Variance
	Original	Final	Actual	Favorable (Unfavorable)
<u>REVENUES</u>				
Grant Income	\$ 500,000	\$ 385,000	\$ 381,712	\$ (3,288)
Grant Income - Title X	400,000	360,000	408,650	48,650
Medicaid	14,000	4,000	3,743	(257)
Medicare	3,000	8,000	7,410	(590)
Vital Records	55,000	45,000	44,989	(11)
Fee for Service	12,000	12,500	11,857	(643)
Rental Income	10,800	10,800	10,800	-
Donations	7,000	4,000	3,026	(974)
Donated Medicines	40,000	65,000	62,588	(2,412)
Miscellaneous	200	4,000	1,094	(2,906)
Interest	4,000	4,000	11,668	7,668
Tax Collections	525,000	565,000	558,179	(6,821)
Total Revenues	<u>\$ 1,571,000</u>	<u>\$ 1,467,300</u>	<u>\$ 1,505,716</u>	<u>\$ 38,416</u>
<u>EXPENSES</u>				
Salary Expense	\$ 545,000	\$ 575,000	\$ 567,866	\$ 7,134
Payroll Taxes	45,000	52,000	51,412	588
Retirement Benefit (LAGERS)	42,000	44,500	50,837	(6,337)
Insurance - EE Group Health	206,000	205,000	200,645	4,355
Insurance - Workmans Comp	3,400	2,100	1,291	809
Travel and Lodging	8,000	7,750	7,231	519
Meals	1,400	700	639	61
Conferences and Training	750	750	540	210
Program Promotion	6,000	5,000	4,941	59
Legal and Accounting	27,000	24,500	24,275	225
Contract Labor	12,000	22,000	21,510	490
Telephone	11,000	10,000	9,717	283
Utilities	20,000	19,500	19,092	408
Rents and Leases	125	100	62	38
Medical Provider Contract	6,200	2,700	2,609	91
MFFH Family Planning Disbursements	230,000	305,000	304,604	396
Pharmaceuticals and Lab Services	101,500	98,750	99,614	(864)
Postage	750	750	732	18
Office Supplies	7,000	7,750	7,646	104
Medical Supplies	6,000	7,200	7,048	152
Medical Waste Disposal	1,000	1,750	1,613	137
Educational Materials	1,700	1,000	923	77
Computer Fees	12,000	32,000	31,057	943
Janitorial Services	3,450	700	644	56
Repairs and Maintenance	14,250	7,250	6,884	366
Sanitation and Pest Control	2,000	2,000	1,910	90
Insurance	32,500	30,750	17,902	12,848
Membership Dues	1,000	900	806	94
Advertising	1,500	2,600	2,485	115
Bad Debt Expense	-	100	9,938	(9,838)
Bank Charges	-	100	15	85
Miscellaneous	1,500	1,000	966	34
Capital Outlay	17,700	49,700	14,122	35,578
Total Expenses	<u>\$ 1,367,725</u>	<u>\$ 1,520,900</u>	<u>\$ 1,471,576</u>	<u>\$ 49,324</u>
EXCESS OF REVENUES OVER (UNDER) EXPENSES	<u>\$ 203,275</u>	<u>\$ (53,600)</u>	<u>\$ 34,140</u>	<u>\$ 87,740</u>
FUND BALANCE, January 1, 2022			<u>2,334,096</u>	
FUND BALANCE, December 31, 2022			\$ 2,368,236	

See Accompanying Notes to Basic Financial Statements.

STODDARD COUNTY PUBLIC HEALTH CENTER
Bloomfield, Missouri

NOTES TO BUDGETARY COMPARISON SCHEDULES

For the Year Ended December 31, 2022

1. BUDGETARY INFORMATION

An annual budget is adopted prior to the beginning of each fiscal year for all revenues and expenditures of the General Fund except for donated capital assets. The basis of accounting is similar to the basis the Center uses to prepare its financial statements. Any increase in appropriations during the fiscal year must be approved by the Board. The 2022 budget was adopted on December 23, 2021 and was amended on January 5, 2023.

STODDARD COUNTY PUBLIC HEALTH CENTER
Bloomfield, Missouri

SUPPLEMENTARY INFORMATION
MISSOURI LOCAL GOVERNMENT EMPLOYEES RETIREMENT SYSTEM

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS

December 31, 2022

For the Year Ended, December 31,	2022	2021	2020	2019	2018	2017	2016
Total Pension Liability							
Service Costs	\$ 46,021	\$ 46,219	\$ 15,406	\$ 39,839	\$ 39,778	\$ 38,820	\$ 26,777
Interest on the Pension Liability	128,616	125,314	(920)	103,567	97,684	94,866	64,931
Changes of Benefit Terms	-	-	169,116	-	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	(55,866)	48,303	(14,486)	45,582	(31,330)	(24,816)	4,206
Changes of Assumptions	-	(52,336)	-	(41,193)	41,193	-	40,667
Benefit Payments, Including Refunds of Employee Contribution	(59,953)	(57,086)	(41,225)	(64,915)	(55,764)	(45,997)	(31,713)
Net Change in Total Pension Liability	58,818	110,414	127,891	82,880	91,561	62,873	104,868
Total Pension Liability - Beginning	1,844,217	1,733,803	1,605,912	1,523,032	1,431,471	1,368,598	1,201,616
Total Pension Liability - Ending (A)	\$ 1,903,035	\$ 1,844,217	\$ 1,733,803	\$ 1,605,912	\$ 1,523,032	\$ 1,431,471	\$ 1,306,484
Plan Fiduciary Net Position							
Contributions - Employer	\$ 40,092	\$ 33,493	\$ 27,758	\$ 32,686	\$ 30,257	\$ 27,503	\$ 18,204
Contributions - Employees	-	-	-	-	-	-	-
Net Investment Income	1,531	496,948	20,642	117,863	187,453	175,049	(2,018)
Benefit Payments, Including Refunds of Employee Contribution	(59,953)	(57,086)	(41,225)	(64,915)	(55,764)	(45,997)	(31,713)
Pension Plan Administrative Expense	(2,873)	(2,467)	(3,228)	(3,161)	(2,128)	(2,236)	(1,646)
Other (Net Transfers)	(2,658)	(24,756)	(44,060)	(11)	15,014	1,674	(390)
Net Change in Plan Fiduciary Net Position	(23,861)	446,132	(40,113)	82,462	174,832	155,993	(17,563)
Plan Fiduciary Net Position - Beginning	2,274,661	1,828,529	1,868,642	1,786,180	1,611,348	1,455,355	1,472,917
Plan Fiduciary Net Position - Ending (B)	\$ 2,250,800	\$ 2,274,661	\$ 1,828,529	\$ 1,868,642	\$ 1,786,180	\$ 1,611,348	\$ 1,455,354
Net Pension Liability (Asset) - Ending (A) - (B)	(347,765)	(430,444)	(94,726)	(262,730)	(263,148)	(179,877)	(148,870)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	118.27%	123.34%	105.46%	116.36%	117.28%	112.57%	111.39%
Covered Valuation Payroll	\$ 521,992	\$ 490,797	\$ 485,729	\$ 501,758	\$ 462,642	\$ 483,926	\$ 357,594
Net Pension Liability as a Percentage of Covered Valuation Payroll	-66.62%	-87.70%	-19.50%	-52.36%	-56.88%	-37.17%	-41.63%

Notes to the Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

STODDARD COUNTY PUBLIC HEALTH CENTER

SUPPLEMENTARY INFORMATION
MISSOURI LOCAL GOVERNMENT EMPLOYEES RETIREMENT SYSTEM

SCHEDULE OF EMPLOYER CONTRIBUTIONS

December 31, 2022

Fiscal Year Ended June 30,	Actuarial Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2022	\$ 58,097	\$ 54,774	3,323	\$ 553,354	9.90%
2021	41,118	34,501	6,617	472,622	7.30%
2020	32,007	32,007	-	508,039	6.30%
2019	34,217	34,217	-	501,758	6.82%
2018	34,969	34,969	-	492,516	7.10%
2017	31,247	31,247	-	512,237	6.10%
2016	23,702	23,702	-	455,809	5.20%
2015	20,868	20,868	-	372,640	5.60%
2014	28,197	28,197	-	402,808	7.00%
2013	33,290	33,290	-	443,862	7.50%

Valuation Date: February 28, 2022

Notes The roll-forward of total pension liability from February 28, 2022 to June 30, 2022 reflects expected service cost and interest reduced by actual benefit payments.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method: Entry Age Normal and Modified Terminal Funding

Amortization Method: A level percentage of payroll amortization method is used to amortize the UAAL over a closed period of years. If the UAAL (excluding the UAAL associated with benefit changes) is negative, then this amount is amortized over the greater of (i) the remaining initial amortization period or (ii) 15 years.

Remaining Amortization Period: Multiple bases from 13 to 15 years

Asset Valuation Method: 5-year smoothed market, 20% corridor

Inflation: 2.75% wage inflation; 2.25% price inflation

Salary Increases: 2.75% to 6.75% including wage inflation

Investment Rate of Return: 7.00%, net of investment expenses

Retirement Age: Experience-based table of rates that are specific to the type of eligibility condition.

Mortality: The healthy retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubG-2010 Retiree Mortality Table for males and females. The disabled retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubNS-2010 Disabled Retiree Mortality Table for males and females of General groups and 75% of the PubS-2010 Employee Mortality Table for males and females of general groups.

Mortality rates for a particular calendar year are determined by applying the MP-2020 mortality improvement scale to the above described tables.

Other Information: None

SUPPLEMENTARY INFORMATION

EXHIBIT 1

STODDARD COUNTY PUBLIC HEALTH CENTER
Bloomfield, Missouri

STATEMENT OF GRANT INCOME

For the Year Ended December 31, 2022

Core Public Health Functions	\$ 73,503
Women, Infants, and Children	201,945
Maternal and Child Health Services	24,626
Food Banks	
Sewage Inspections	390
Public Health Emergency Preparedness	57,233
Childcare Sanitation Inspections	2,885
Childcare Health Consultation	2,881
Show Me Healthy Women	4,982
Infant Mortality	11,724
Family Planning	408,650
Chronic Health	685
Other Public Health	<u>858</u>
	<u>\$ 790,362</u>

See Independent Auditors' Report.

FEDERAL COMPLIANCE SECTION

BEUSSINK, HEY, ROE & STRODER, L.L.C.

Certified Public Accountants

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

To the Board of Trustees
Stoddard County Public
Health Center
Bloomfield, Missouri

Report on Compliance for Each Major Federal Program

We have audited the Stoddard County Public Health Center'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 Stoddard County Public Health Center's major federal program for the year ended December 31, 2022. Stoddard County Public Health Center's major federal program is identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs.

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

Basis for Opinion on Each Major Federal Program

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

We are required to be independent of Stoddard County Public Health Center 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 the major federal program. Our audit does not provide a legal determination of Stoddard County Public Health Center'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 Stoddard County Public Health Center's federal programs.

Auditors' Responsibility for the Audit of Compliance

Our objective are to obtain reasonable assurance about whether material noncompliance with compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Stoddard County Public Health Center'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 Stoddard County Public Health Center'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 Stoddard County Public Health Center'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 Stoddard County Public Health Center'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 Stoddard County Public Health Center's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

A deficiency in internal control over compliance exist 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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' 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. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

BEUSSINK, HEY, ROE & STRODER, L.L.C.

Beussink, Hey, Roe & Stroder, L.L.C.

Cape Girardeau, Missouri
August 18, 2023

STODDARD COUNTY PUBLIC HEALTH CENTER
Bloomfield, Missouri

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

December 31, 2022

Federal Grantor/Pass-Through Grantor/Program Title	Federal AL Number	Federal Pass-Through Grantors' Number	Provided to Subrecipients	Expenditures
<u>U.S. DEPARTMENT OF AGRICULTURE:</u>				
Passed Through Missouri Department of Health and Senior Services - WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	ERS045-22099 ERS045-23092	\$ - -	\$ 145,399 <u>56,546</u> \$ 201,945
TOTAL U.S. DEPARTMENT OF AGRICULTURE				\$ <u>201,945</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</u>				
Passed Through Missouri Department of Health and Senior Services - Public Health Emergency Preparedness	93.069	DH210048572	\$ -	\$ 24,033
Passed Through Missouri Family Health Council, Inc. - Family Planning Services (1)	93.217	FPHPA006561 FPHPA006455	175,070 129,534	\$ 310,399 <u>182,758</u> 493,157
Passed Through Missouri Department of Health and Senior Services - Epidemiology and Laboratory Capacity For Infectious Diseases (ELC)	93.323	DH230051322	-	33,200
(CCDF) Cluster:				
Passed Through Missouri Department of Health and Senior Services - Child Care and Development Block Grant	93.575	ERS22017106	-	<u>2,885</u>
Total (CCDF) Cluster				2,885
Passed Through Missouri Department of Health and Senior Services - Children's Health Insurance Program	93.767	DH220050531	-	31,390
Passed Through Missouri Department of Health and Senior Services - Cancer Prevention and Control Programs for State, Territorial and Tribal Organization	93.898	ERS16150104 ERS16152161	- -	\$ 3,738 <u>1,244</u> 4,982
Passed Through Missouri Department of Health and Senior Services - Maternal and Child Health Services Block Grant to the States	93.994	DH220051149	-	<u>24,626</u>
TOTAL U.S. DEPARTMENT OF HEALTH				\$ <u>614,273</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS				\$ <u><u>816,218</u></u>

(1) Identified Major Program.

See Independent Auditors' Report.

STODDARD COUNTY PUBLIC HEALTH CENTER
Bloomfield, Missouri

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

December 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Basis of Presentation:

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of the Stoddard County Public Health Center under programs of the federal government for the year ended December 31, 2022. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Stoddard County Public Health Center, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Center.

B. Summary of Significant Accounting Policies:

Expenditures reported on the Schedule are reported on the modified cash basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

C. Federal Assurances:

The Stoddard County Public Health Center did not have federal insurance in effect during the year or have federal loans or loan guarantees outstanding at year end which are required to be reported in accordance with the Uniform Guidance.

D. Indirect Cost Rate:

The Center has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

STODDARD COUNTY PUBLIC HEALTH CENTER
Bloomfield, Missouri

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended December 31, 2022

1. SUMMARY OF AUDITORS' RESULTS:

Financial Statements

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

Internal control over financial reporting:

- Material weaknesses identified? _____ yes X no
- Significant deficiencies identified? _____ yes X none reported

Noncompliance material to financial statements
noted? _____ yes X no

Federal Awards

Internal control over major programs:

- Material weaknesses identified? _____ yes X no
- Significant deficiencies identified? _____ yes X none reported

Type of Auditors' report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be
reported in accordance with 2 CFR 200.516(a)? _____ yes X no

Identification of major programs.

<u>CFDA Number</u>	<u>Name of Federal Program</u>
93.217	Family Planning Services

Dollar threshold used to distinguish
between type A and type B programs:

\$750,000

Auditee qualified as low-risk auditee:

_____ yes X no

2. FINANCIAL STATEMENT FINDINGS:

No findings or questioned costs were noted that are required to be reported.

3. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS:

No findings or questioned costs were noted that are required to be reported.

STODDARD COUNTY PUBLIC HEALTH CENTER
Bloomfield, Missouri

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

For the Year Ended December 31, 2022

1. FINANCIAL STATEMENT FINDINGS

There were no findings or questioned costs noted that were required to be reported.

2. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no federal award findings or questioned costs in the audit of the year ended December 31, 2021.