

GREENE COUNTY, MISSOURI
BASIC FINANCIAL STATEMENTS
Year Ended December 31, 2016

TABLE OF CONTENTS

INDEPENDENT AUDITORS' REPORT	4
MANAGEMENT'S DISCUSSION AND ANALYSIS	8
BASIC FINANCIAL STATEMENTS	
Statement of Net Position	15
Statement of Activities.....	16
Balance Sheet – Governmental Funds	17
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	19
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	20
Reconciliation of the Change in Fund Balances of Governmental Funds to the Statement of Activities.....	21
Statement of Assets and Liabilities – Agency Funds.....	22
Notes to Basic Financial Statements.....	24
REQUIRED SUPPLEMENTARY INFORMATION	
Schedule of Funding Progress – OPEB	64
Schedule of Employer Contributions – OPEB.....	65
Schedule of Changes in Net Pension Asset and Related Ratios – LAGERS.....	66
Schedule of Contributions – LAGERS	67
Notes to Schedule of Contributions – LAGERS.....	68
Schedule of Proportionate Share of the Net Pension Liability and Related Ratios – CERF	69

TABLE OF CONTENTS

REQUIRED SUPPLEMENTARY INFORMATION (continued)

Schedule of Employer Contributions – CERF.....	70
Notes to Schedule of Contributions – CERF	71
Budgetary Comparison Schedule – General Fund.....	72
Budgetary Comparison Schedule – Road and Bridge Fund	75
Budgetary Comparison Schedule – Law Enforcement Sales Tax I Fund.....	76
Budgetary Comparison Schedule – Law Enforcement Sales Tax II Fund	77
Budgetary Comparison Schedule – Park Sales Tax Fund	78
Note to Budgetary Comparison Schedules	79

OTHER FINANCIAL INFORMATION

Combining Balance Sheet – Non-Major Governmental Funds	81
Combining Statement of Revenues, Expenditures and Changes in Fund Balance – Non-Major Governmental Funds.....	85

OTHER REPORTING REQUIREMENTS

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 <i>Government Auditing Standards</i>	90
Independent Auditors' Report on Compliance for each Major Program and on Internal Control over Compliance Required by the Uniform Guidance.....	92
Schedule of Expenditures of Federal Awards.....	94
Notes to Schedule of Expenditures of Federal Awards	97
Summary Schedule of Findings and Questioned Costs	98
Schedule of Prior Audit Findings	99



INDEPENDENT AUDITORS' REPORT

Greene County Commission
Greene County
Springfield, Missouri

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Greene County, Missouri, as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors' Responsibility

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

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

www.kpmcpa.com

1445 E. Republic Road Springfield, MO 65804 | 417-882-4300 | fax 417-882-4343
500 W. Main Street, Suite 200 Branson, MO 65616 | 417-334-2987 | fax 417-336-3403

Member of The Leading Edge Alliance

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Greene County, Missouri, as of December 31, 2016, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, OPEB and pension information, and budgetary comparison information be presented to supplement the basic financial statements. Such 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. 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Greene County, Missouri's basic financial statements. The Combining Non-Major Fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

Greene County Commission
Greene County
Springfield, Missouri

The Combining Non-Major Fund financial statements and Schedule of Expenditures of Federal Awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the 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 information 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 June 16, 2017, on our consideration of Greene County, Missouri's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is 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 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 Greene County, Missouri's internal control over financial reporting and compliance.

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
June 16, 2017

MANAGEMENT'S DISCUSSION AND ANALYSIS

**MANAGEMENT'S DISCUSSION AND ANALYSIS
GREENE COUNTY, MISSOURI
DECEMBER 31, 2016**

The Management's Discussion and Analysis of Greene County, Missouri's financial performance provides an overview of the County's financial activities for the fiscal year ended December 31, 2016. Please read it in conjunction with the County's financial statements, which begin on page 15.

Financial Highlights

- The net position of the County's governmental activities increased by \$6,248,859 as a result of current year activities.
- The assets and deferred outflows of the County exceeded its liabilities and deferred inflows as of December 31, 2016, by \$285.7 million (net position). Of this amount, \$98 million was unrestricted and may be used to meet future obligations of the County.
- Total long-term liabilities of the County increased by \$3,445,011.

Using This Annual Report

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the County as a whole and present a longer-term view of the County's finances. Fund financial statements tell how these services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the County's operations in more detail than the government-wide statements by providing information about the County's most significant funds.

Government-Wide Financial Statements

One of the most important questions asked about the County's finances is, "Is the County as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and Statement of Activities report information about the County as a whole and about its activities in a way that helps answer this question. These statements include all assets and deferred outflows and liabilities and deferred inflows using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. These two statements report the County's net position and changes in them. The County's net position – the difference between assets and deferred outflows and liabilities and deferred inflows – is one way to measure the County's financial health, or financial position. Over time, increases or decreases in the County's net position are one indicator of whether its financial health is improving or deteriorating.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
GREENE COUNTY, MISSOURI
DECEMBER 31, 2016**

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds and not the County as a whole. However, the County establishes many other funds to help it control and manage money for a particular purpose or to show that it is meeting legal responsibilities for using certain taxes and grants.

- **Governmental Funds** – The County’s basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the County’s general government operations and the basic services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the County’s programs. The differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and the governmental funds are shown in a reconciliation following the fund financial statements.

Notes to the Basic Financial Statements

The Notes to the Basic Financial Statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Government-Wide Financial Analysis

NET POSITION

The following table presents the condensed Statement of Net Position for the County as of December 31, 2016 and 2015:

	<u>Total December 31, 2016</u>	<u>Total December 31, 2015</u>
Assets		
Current and other assets	\$ 83,516,342	\$ 78,673,704
Special assessment taxes receivable	10,080,106	10,306,301
Net pension asset	6,908,737	16,957,207
Capital assets	<u>228,556,065</u>	<u>224,315,896</u>
TOTAL ASSETS	329,061,250	330,253,108

**MANAGEMENT'S DISCUSSION AND ANALYSIS
GREENE COUNTY, MISSOURI
DECEMBER 31, 2016**

NET POSITION (continued)

	Total December 31, 2016	Total December 31, 2015
Deferred Outflow of Resources		
Deferred pension outflows	18,444,178	6,656,059
Deferred charges on refunding	1,807,496	-
	<u>20,251,674</u>	<u>6,656,059</u>
TOTAL DEFERRED OUTFLOW OF RESOURCES	20,251,674	6,656,059
Liabilities		
Other liabilities	8,367,355	5,408,826
Long-term liabilities outstanding	54,306,973	50,861,962
	<u>62,674,328</u>	<u>56,270,788</u>
TOTAL LIABILITIES	62,674,328	56,270,788
Deferred Inflow of Resources		
Deferred pension inflows	961,296	1,209,939
	<u>961,296</u>	<u>1,209,939</u>
Net Position		
Net investment in capital assets	186,450,833	180,709,701
Restricted	1,486,112	2,521,706
Unrestricted	97,740,355	96,197,033
	<u>285,677,300</u>	<u>279,428,440</u>
TOTAL NET POSITION	<u>\$ 285,677,300</u>	<u>\$ 279,428,440</u>

Total net position of the County increased by \$6,248,859 for the year due to current year activity. Total liabilities for the County have increased by \$6,403,541. Restricted net position of the County totaled \$1,486,112 as of December 31, 2016. This amount represents monies that are restricted for debt service as well as projects and programs within the County.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
GREENE COUNTY, MISSOURI
DECEMBER 31, 2016**

CHANGES IN NET POSITION

	Total Year Ended December 31, 2016	Total Year Ended December 31, 2015
	<u> </u>	<u> </u>
REVENUES		
Program Revenues		
Charges for services	\$ 18,824,865	\$ 18,834,941
Operating grants and contributions	3,770,975	3,886,646
Capital grants and contributions	3,655,738	3,484,475
General Revenues		
Ad valorem taxes	12,879,507	12,922,598
Sales taxes	65,539,725	63,684,977
Franchise fees	624,382	667,549
Surtax	2,011,387	2,007,612
Motor vehicle and gas taxes	3,707,018	3,616,409
Special assessment taxes	149,991	774,944
Other taxes	104,887	115,602
Interest	618,835	470,833
Other revenue	446,490	666,585
	<u> </u>	<u> </u>
TOTAL REVENUES	112,333,800	111,133,171
EXPENSES		
General government	14,346,781	10,457,755
Judicial	11,225,002	9,601,106
Public safety	41,665,177	36,872,411
Public works	2,071,431	1,713,901
Health and welfare	4,307,347	4,013,593
Highways and roads	18,557,568	23,299,509
Parks	12,155,728	11,856,271
Debt service	1,755,907	1,711,808
	<u> </u>	<u> </u>
TOTAL EXPENSES	106,084,941	99,526,354
Special Item		
(Loss) on change in estimate of special assessments receivable	-	(5,778,901)
	<u> </u>	<u> </u>
INCREASE IN NET POSITION	<u>\$ 6,248,859</u>	<u>\$ 5,827,916</u>

**MANAGEMENT'S DISCUSSION AND ANALYSIS
GREENE COUNTY, MISSOURI
DECEMBER 31, 2016**

Governmental Activities

Governmental activities increased the net position of the County by \$6,248,859. Tax revenues for the County were \$85 million, which represents 76% of the funding of these activities. Program revenues for the functions totaled \$26.3 million or 23% of the funding. The following table shows the cost of the County's programs as well as each programs' net cost (total cost less revenues generated by the activities, which are charges for services, operating grants and contributions, and capital grants and contributions). The net cost shows the financial burden that was placed on the taxpayers by each of these functions (funded by taxes).

**NET COST OF GREENE COUNTY, MISSOURI'S
GOVERNMENTAL ACTIVITIES**

	Total Cost of Services	Net Cost of Services	Percent of Net Cost to Total Cost
General government	\$ 14,346,781	\$ 5,305,120	37%
Judicial	11,225,002	7,721,802	69%
Public safety	41,665,177	33,829,064	81%
Public works	2,071,431	660,466	32%
Health and welfare	4,307,347	4,259,029	99%
Highways and roads	18,557,568	14,146,247	76%
Parks	12,155,728	12,155,728	99%
Debt service	1,755,907	1,755,907	100%
	<u>\$ 106,084,941</u>	<u>\$ 79,833,363</u>	

Financial Analysis of the County's Funds

The combined fund balances of the County's governmental funds as of December 31, 2016, was \$78 million. The General Fund decreased by \$2,741,906. The Road and Bridge Fund increased by \$5,268,961. The Law Enforcement Sales Tax I Fund decreased by \$179,664. The Law Enforcement Sales Tax II Fund increased by \$259,717. The Park Sales Tax Fund increased by \$27,032. The Debt Service Fund decreased by \$1,034,594.

The Road and Bridge Fund is a project-oriented fund. The road and bridge projects pursued each year are dependent on the need and funds available. The Road and Bridge Fund began reserving funds in 2014 for the extension of Kansas. Another \$2,000,000 was added to the reserve in 2016 for a total reserve balance of \$6,000,000.

The Law Enforcement Sales Tax I Fund was established in 1998. The incoming tax stream does not meet the promised obligations of the ballot initiative. The General Revenue Fund provided \$412,641 in funding to LEST in 2016.

The Parks Tax II Fund was established in 2007 for storm water projects in unincorporated Greene County. The tax was not placed on the ballot for renewal in 2012. General Revenue has absorbed most of the operational costs of the Environmental Parks Department. The funding is expected to be exhausted at the end of 2018.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
GREENE COUNTY, MISSOURI
DECEMBER 31, 2016**

General Fund Budgetary Highlights

Final results for any given year will generally differ from the year's adopted budget. The final expenditure budget of the County's General Fund for 2016 was \$38.8M. Actual expenditures were \$36.2M.

The County continues to strive toward having unspent appropriations in the General Fund to increase fund balance following the economic downturn.

Capital Asset and Debt Administration

Capital Assets

Capital assets of the governmental activities were \$228.6 million (net of accumulated depreciation) as of December 31, 2016. This represents a \$4,240,169 increase from the prior year.

Significant expenditures for capital assets during 2016 are as follows:

- Infrastructure Assets including Bridges - \$1,603,993 and Roads \$1,835,960
- Dump Trucks and Large Equipment – \$1,091,376
- Vehicle Fleet – \$486,483

Debt

Total debt of the governmental activities as of December 31, 2016, was \$45.1 million, which is down \$1,325,786 from the prior year. The County made principal payments of \$1,755,000 and \$105,491 on the County's special obligation bonds and special assessment debt, respectively. Compensated absences increased by \$109,078. The County issued Series 2016A limited general obligation refunding bonds in the amount of \$14,320,000 to defease the Series 2012A, B and C limited general obligation bonds in the amount of \$14,810,000.

Economic Factors and Next Year's Budget

The 2017 adopted budget reflects an increase in total revenue of 1.6%. Sales tax is projected at 1.7% growth above 2016 projections. There is a .3% cost of living increase for personnel based on the Social Security Administration COLA. Eligible personnel will also see a performance based step increase mid-year. Completion of two additional courtrooms for the Judicial Courts facility. It is anticipated by the County that timing for collection of the Jamestown Neighborhood Improvement District assessments may be deficient; therefore a \$536,710 transfer from General Revenue has been budgeted for debt service.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
GREENE COUNTY, MISSOURI
DECEMBER 31, 2016**

Contacting the County's Financial Management

This financial report is designed to provide a general overview of Greene County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the following:

Greene County Auditor's Office
Greene County, Missouri
Cindy S. Stein, County Auditor
940 Boonville, Room 210
Springfield, Missouri 65802
(417) 868-4120

GREENE COUNTY, MISSOURI
STATEMENT OF NET POSITION
December 31, 2016

	<u>Governmental Activities</u>
ASSETS	
Current	
Cash and investments - unrestricted	\$ 30,296,361
Taxes receivable, net	24,412,929
Commissions receivable	2,404,206
Other accounts receivable	3,051,623
Due from other governments	5,082,232
Restricted cash and investments	18,268,991
Special assessment taxes receivable	10,080,106
Net pension asset	6,908,737
Capital Assets:	
Non-depreciable	4,834,289
Depreciable, net	<u>223,721,776</u>
TOTAL ASSETS	329,061,250
DEFERRED OUTFLOW OF RESOURCES	
Deferred pension outflows	18,444,178
Deferred charges on refunding	<u>1,807,496</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	20,251,674
LIABILITIES	
Current	
Accounts payable	3,575,097
Accrued expenses	1,679,047
Unearned permit revenue	2,163
Accrued interest payable	167,203
Due to others	228,845
Current maturities of long-term debt	<u>2,715,000</u>
	8,367,355
Noncurrent	
Special obligation bonds payable	23,870,000
Limited general obligation bonds payable, net	14,874,108
Special assessment debt	646,124
Other post employment benefit obligation	1,014,686
Net pension liability	11,916,093
Compensated absences payable	<u>1,985,962</u>
	<u>54,306,973</u>
TOTAL LIABILITIES	62,674,328
DEFERRED INFLOW OF RESOURCES	
Deferred pension inflows	<u>961,296</u>
NET POSITION	
Net investment in capital assets	186,450,833
Restricted	1,486,112
Unrestricted	<u>97,740,355</u>
TOTAL NET POSITION	<u>\$ 285,677,300</u>

See accompanying notes.

GREENE COUNTY, MISSOURI
STATEMENT OF ACTIVITIES
Year Ended December 31, 2016

Functions/Programs	Expenses	Program Revenues			Net Revenues (Expenses) and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities					
General government	\$ (14,346,781)	\$ 8,460,884	\$ 480,777	\$ 100,000	\$ (5,305,120)
Judicial	(11,225,002)	1,717,092	1,786,108	-	(7,721,802)
Public safety	(41,665,177)	6,958,146	877,967	-	(33,829,064)
Public works	(2,071,431)	786,426	624,539	-	(660,466)
Health and welfare	(4,307,347)	46,734	1,584	-	(4,259,029)
Highways and roads	(18,557,568)	855,583	-	3,555,738	(14,146,247)
Parks	(12,155,728)	-	-	-	(12,155,728)
Debt service	(1,755,907)	-	-	-	(1,755,907)
TOTAL GOVERNMENTAL ACTIVITIES	\$ (106,084,941)	\$ 18,824,865	\$ 3,770,975	\$ 3,655,738	(79,833,363)
		General Revenues:			
					12,879,507
					65,539,725
					624,382
					2,011,387
					1,074,941
					2,632,077
					149,991
					104,887
					618,835
					446,490
				Total General Revenues	86,082,222
				Changes in Net Position	6,248,859
				Net Position, Beginning of year	279,428,440
				Net Position, End of year	\$ 285,677,299

See accompanying notes.

GREENE COUNTY, MISSOURI
BALANCE SHEET – GOVERNMENTAL FUNDS
December 31, 2016

	Special Revenue Funds							
	General Fund	Road and Bridge Fund	Law Enforcement Sales Tax I Fund	Law Enforcement Sales Tax II Fund	Park Sales Tax Fund	Debt Service Fund	Non-Major Governmental Funds	Total Governmental Funds
ASSETS								
Cash and investments	\$ 5,420,163	\$ 8,698,655	\$ -	\$ 2,077,531	\$ 334,425	\$ -	\$ 13,765,587	\$ 30,296,361
Taxes receivable, net	8,014,938	7,983,986	2,115,927	1,057,963	2,069,282	-	3,170,833	24,412,929
Commissions receivable	2,404,206	-	-	-	-	-	-	2,404,206
Special assessments receivable	-	-	-	-	-	9,433,981	646,125	10,080,106
Other accounts receivable	2,709,111	86,836	-	2,612	-	4,766	248,298	3,051,623
Due from other funds	2,554,983	114,517	-	-	-	-	-	2,669,500
Due from other governments	738,922	2,622,206	2,949	13,626	-	-	1,704,529	5,082,232
Restricted cash and investments	4,400,000	9,131,255	-	1,170,000	-	3,267,736	300,000	18,268,991
TOTAL ASSETS	\$ 26,242,323	\$ 28,637,455	\$ 2,118,876	\$ 4,321,732	\$ 2,403,707	\$ 12,706,483	\$ 19,835,372	\$ 96,265,948
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
Liabilities								
Accounts payable	\$ 1,344,732	\$ 335,711	\$ 69,505	\$ 168,589	\$ 747	\$ -	\$ 1,655,813	\$ 3,575,097
Accrued expenses	936,965	262,800	196,308	207,186	-	-	75,788	1,679,047
Unearned permit revenue	2,163	-	-	-	-	-	-	2,163
Due to other funds	-	-	-	-	-	1,980,129	689,371	2,669,500
Due to others	228,845	-	-	-	-	-	-	228,845
TOTAL LIABILITIES	2,512,705	598,511	265,813	375,775	747	1,980,129	2,420,972	8,154,652
Deferred Inflows of Resources								
Deferred special assessments	-	-	-	-	-	9,240,242	646,125	9,886,367
Deferred taxes	93,479	92,078	-	-	-	-	-	185,557
TOTAL DEFERRED INFLOWS OF RESOURCES	93,479	92,078	-	-	-	9,240,242	646,125	10,071,924

See accompanying notes.

GREENE COUNTY, MISSOURI
BALANCE SHEET – GOVERNMENTAL FUNDS (continued)
December 31, 2016

	Special Revenue Funds							Total Governmental Funds
	General Fund	Road and Bridge Fund	Law Enforcement Sales Tax I Fund	Law Enforcement Sales Tax II Fund	Park Sales Tax Fund	Debt Service Fund	Non-Major Governmental Funds	
FUND BALANCES								
Restricted for:								
Road and bridge	-	18,846,866	-	-	-	-	-	18,846,866
Elections	-	-	-	-	-	-	433,512	433,512
Judicial	-	-	-	-	-	-	1,176,011	1,176,011
Public safety	-	-	1,853,063	2,775,957	-	-	3,967,246	8,596,266
Health and welfare	-	-	-	-	-	-	53,789	53,789
Tax maintenance	-	-	-	-	-	-	321,897	321,897
Recorder	-	-	-	-	-	-	962,152	962,152
Parks	-	-	-	-	2,402,960	-	-	2,402,960
Senior services	-	-	-	-	-	-	3,874,813	3,874,813
Debt service	-	-	-	-	-	1,486,112	-	1,486,112
Sewer district	-	-	-	-	-	-	144,244	144,244
Capital projects	-	-	-	-	-	-	195,255	195,255
Committed to:								
Operating cash reserves	3,400,000	2,100,000	-	-	-	-	-	5,500,000
Liability insurance reserves	1,000,000	1,000,000	-	-	-	-	-	2,000,000
Kansas extension project reserves	-	6,000,000	-	-	-	-	-	6,000,000
Equipment reserves	-	-	-	1,170,000	-	-	300,000	1,470,000
Assigned to:								
Courthouse administration	-	-	-	-	-	-	242	242
Assessment	-	-	-	-	-	-	5,383,174	5,383,174
Unassigned, reported in:								
General Fund	19,236,139	-	-	-	-	-	-	19,236,139
Special Revenue Funds	-	-	-	-	-	-	(44,060)	(44,060)
TOTAL FUND BALANCES	23,636,139	27,946,866	1,853,063	3,945,957	2,402,960	1,486,112	16,768,275	78,039,372
TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCES	\$ 26,242,323	\$ 28,637,455	\$ 2,118,876	\$ 4,321,732	\$ 2,403,707	\$ 12,706,483	\$ 19,835,372	\$ 96,265,948

See accompanying notes.

GREENE COUNTY, MISSOURI
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF
NET POSITION
December 31, 2016

Fund balance - total governmental funds	\$ 78,039,372
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:	
Governmental capital assets	354,731,244
Less accumulated depreciation	<u>(126,175,179)</u>
	228,556,065
The net pension asset and deferred costs are not available to pay for current period expenditures and, therefore, are not reported in the funds.	
Net pension asset	6,908,737
Deferred outflows due to pensions	18,444,178
Deferred inflows due to pensions	<u>(961,296)</u>
	24,391,619
The net pension liability is not due and payable in the current period and, therefore, is not reported in the funds.	
Net pension liability	(11,916,093)
Interest on long-term debt is not accrued in governmental funds, but rather, is recognized as an expenditure when due	(167,203)
Long-term liabilities and deferred costs are not due and payable in the current period and, therefore, are not reported in the funds:	
Long-term liabilities	(45,105,880)
Deferred charges on refunding	<u>1,807,496</u>
	(43,298,384)
Adjustment of deferred special assessments and deferred taxes	<u>10,071,924</u>
Net position of governmental activities	<u><u>\$ 285,677,300</u></u>

See accompanying notes.

GREENE COUNTY, MISSOURI
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
 Year Ended December 31, 2016

	Special Revenue Funds							
	General Fund	Road and Bridge Fund	Law Enforcement Sales Tax I Fund	Law Enforcement Sales Tax II Fund	Park Sales Tax Fund	Debt Service Fund	Non-Major Governmental Funds	Total Governmental Funds
REVENUES								
Taxes	\$ 20,245,256	\$ 23,292,657	\$ 13,260,575	\$ 6,630,287	\$ 12,738,692	\$ 195,301	\$ 8,953,358	\$ 85,316,126
Collector's commission	3,277,315	-	-	-	-	-	-	3,277,315
Licenses and permits	240,468	-	-	-	-	-	-	240,468
Intergovernmental revenue	2,733,892	3,639,753	24,941	80,881	-	-	563,659	7,043,126
Fees and charges	8,957,586	765,692	-	-	-	-	5,743,702	15,466,980
Other	775,876	274,709	-	32,937	739	46,603	158,150	1,289,014
TOTAL REVENUES	36,230,393	27,972,811	13,285,516	6,744,105	12,739,431	241,904	15,418,869	112,633,029
EXPENDITURES								
Current								
General government	10,518,633	-	-	-	-	-	3,364,320	13,882,953
Judicial	9,576,014	-	-	-	-	-	757,544	10,333,558
Public safety	12,370,196	-	13,877,821	5,546,928	-	-	6,344,975	38,139,920
Public works	1,981,085	-	-	-	-	-	-	1,981,085
Health and welfare	1,762,650	-	-	-	-	-	2,464,385	4,227,035
Highways and roads	-	22,697,800	-	-	-	-	-	22,697,800
Parks	-	-	-	-	12,089,993	-	-	12,089,993
Debt service	-	-	-	-	-	5,283,929	138,023	5,421,952
Capital outlay	-	-	-	-	-	-	1,888,757	1,888,757
TOTAL EXPENDITURES	36,208,578	22,697,800	13,877,821	5,546,928	12,089,993	5,283,929	14,958,004	110,663,053
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	21,815	5,275,011	(592,305)	1,197,177	649,438	(5,042,025)	460,865	1,969,976
OTHER FINANCING SOURCES (USES)								
Bond proceeds	-	-	-	-	-	14,320,000	-	14,320,000
Bond premium	-	-	-	-	-	1,439,108	-	1,439,108
Payment to refunded bond escrow agent	-	-	-	-	-	(15,587,161)	-	(15,587,161)
Operating transfers in (out)	(2,763,721)	(6,050)	412,641	(937,460)	(622,406)	3,835,484	81,512	-
TOTAL OTHER FINANCING SOURCES (USES)	(2,763,721)	(6,050)	412,641	(937,460)	(622,406)	4,007,431	81,512	171,947
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES)	(2,741,906)	5,268,961	(179,664)	259,717	27,032	(1,034,594)	542,377	2,141,923
FUND BALANCE, January 1	26,378,045	22,677,905	2,032,727	3,686,240	2,375,928	2,520,706	16,225,898	75,897,449
FUND BALANCE, December 31	<u>\$ 23,636,139</u>	<u>\$ 27,946,866</u>	<u>\$ 1,853,063</u>	<u>\$ 3,945,957</u>	<u>\$ 2,402,960</u>	<u>\$ 1,486,112</u>	<u>\$ 16,768,275</u>	<u>\$ 78,039,372</u>

See accompanying notes.

GREENE COUNTY, MISSOURI
RECONCILIATION OF THE CHANGE IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
Year Ended December 31, 2016

Net change in fund balances - total governmental funds \$ 2,141,923

Amounts reported for governmental activities in the Statement of Activities
are different because:

Governmental funds report capital outlays as expenditures. However, in
the Statement of Activities the cost of these assets is allocated over their
estimated useful lives on a straight line basis and reported as depreciation
expense. The following is the detail of the amount by which capital outlays
exceeded depreciation for the year.

Capital outlay	14,056,492
Depreciation	(9,439,859)
Disposal of capital assets, net	<u>(376,464)</u>
	4,240,169

Some revenues reported in the governmental funds represent current financial
resources and were recognized in the Statement of Activities when earned. (299,229)

The issuance of long-term debt provides current financial resources to governmental
funds. The repayment of the principal of long-term debt is a use of current financial
resources of governmental funds. In the Statement of Activities, interest is accrued
on outstanding debt whereas in the governmental funds, an interest expenditure is
reported when due. The following is the detail of the net effect of these differences.

Debt proceeds	(14,320,000)
Premium on bond issuance	(1,439,108)
Repayment of principal on bonds, leases and loans	17,350,491
Unamortized loss on bond refunding	1,807,496
Interest	<u>95,219</u>
	3,494,098

Some expenditures reported in the governmental funds represent the use of current
current financial resources and were recognized in the Statement of Activities
when incurred.

Change in pension related costs	(3,075,505)
Change in OPEB costs	(143,519)
Change in compensated absences	<u>(109,078)</u>
	<u>(3,328,102)</u>

Change in net position of governmental activities \$ 6,248,859

See accompanying notes.

GREENE COUNTY, MISSOURI
STATEMENT OF ASSETS AND LIABILITIES – AGENCY FUNDS
December 31, 2016

	Building Regulations Fund	Circuit Clerk Fund	Collector of Revenue Fund	County Clerk Fund	Family Court Fund	Planning and Zoning Fund	Recorder of Deeds Fund
ASSETS							
Cash and investments	\$ 25	\$ 1,947,016	\$ 180,753,909	\$ 35	\$ 34,549	\$ 25	\$ 2,460
Taxes receivable	-	-	79,251,106	-	-	-	-
Other accounts receivable	-	-	-	-	-	-	31,609
Land	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 25	\$ 1,947,016	\$ 260,005,015	\$ 35	\$ 34,549	\$ 25	\$ 34,069
LIABILITIES							
Due to others	\$ -	\$ 1,947,016	\$ 486,133	\$ -	\$ 34,128	\$ -	\$ -
Due to other funds	25	-	1,335,844	35	421	25	34,069
Due to other governments	-	-	258,183,038	-	-	-	-
TOTAL LIABILITIES	\$ 25	\$ 1,947,016	\$ 260,005,015	\$ 35	\$ 34,549	\$ 25	\$ 34,069

See accompanying notes.

GREENE COUNTY, MISSOURI
STATEMENT OF ASSETS AND LIABILITIES – AGENCY FUNDS (continued)
December 31, 2016

	Sheriff Civil Division Fund	Subdivision and Moving Bonds Fund	Jail Commissary Fund	Road and Bridge Right of Way Fund	School Fund	Sheriff Property Fund	Jamestown Real Estate Holdings Fund	Total
ASSETS								
Cash and investments	\$ 25,907	\$ 48,330	\$ 73,022	\$ 724	\$ 1,742,185	\$ 101,011	\$ -	\$184,729,198
Taxes receivable	-	-	-	-	-	-	-	79,251,106
Other accounts receivable	-	-	-	-	-	-	-	31,609
Land	-	-	-	-	-	-	4,330,600	4,330,600
TOTAL ASSETS	\$ 25,907	\$ 48,330	\$ 73,022	\$ 724	\$ 1,742,185	\$ 101,011	\$ 4,330,600	\$268,342,513
LIABILITIES								
Due to others	\$ 25,907	\$ 48,330	\$ 19,766	\$ -	\$ -	\$ -	\$ -	\$ 2,561,280
Due to other funds	-	-	53,256	724	-	101,011	-	1,525,410
Due to other governments	-	-	-	-	1,742,185	-	4,330,600	264,255,823
TOTAL LIABILITIES	\$ 25,907	\$ 48,330	\$ 73,022	\$ 724	\$ 1,742,185	\$ 101,011	\$ 4,330,600	\$268,342,513

See accompanying notes.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Greene County, Missouri (the County) is a county of the first class and operates under a three member County Commission.

The accounting methods and procedures adopted by Greene County, Missouri, conform to accounting principles generally accepted in the United States of America as applicable to governmental entities. The following is a summary of the more significant policies.

Financial Reporting Entity

Greene County, Missouri, is a primary government, which is governed by the County commission. As required by accounting principles generally accepted in the United States of America, the County has evaluated whether any other entity meets the definition of a component unit and must be included in these financial statements. The County has determined that no other outside entity meets the criteria and, therefore, no other entity has been included as a component unit in the County's financial statements. In addition, the County is not aware of any entity for which the County would be considered as a component unit of that entity.

Government-Wide and Fund Financial Statements

The basic financial statements include both the government-wide (the Statement of Net Position and the Statement of Activities) and fund financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide statements display information about the government as a whole. Interfund activity has been eliminated from these statements to minimize the duplication of internal activities.

In the government-wide Statement of Net Position, the governmental activities are consolidated and presented on the full accrual, economic resources basis of accounting. The consolidated presentation incorporates long-term assets and receivables as well as long-term debt and obligations, and it provides information to improve analysis and comparability.

The government-wide Statement of Activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or a function. Program revenues include charges for goods or services offered by the programs and grants and contributions that are restricted to meet operating and capital expenses of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

FUND FINANCIAL STATEMENTS

Separate fund financial statements report information on the County's governmental funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column.

Governmental fund financial statements use the current financial resources measurement focus and the modified accrual basis of accounting. Consequently, the emphasis on near-term inflows and outflows of resources do not present the long-term impact of transactions. Since the accounting differs significantly between the governmental funds financial statements and government-wide financial statements, it is necessary to convert the governmental fund data to arrive at the government-wide financial statements. Therefore, reconciliations have been provided following the Governmental Funds Balance Sheet and the Statement of Revenues, Expenditures and Changes in Fund Balance identifying categories that required conversion from the fund statements.

The County reports the following major governmental funds:

General Fund: This fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds: These funds are used to account for the proceeds of specific revenue sources that are legally restricted or specifically designated to expenditures for specified purposes. The major Special Revenue Funds of the County are the Road and Bridge Fund, Law Enforcement Sales Tax I Fund, Law Enforcement Sales Tax II Fund, and Park Sales Tax Fund.

Debt Service Fund: This fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

The County reports the following fiduciary funds:

Agency Funds: Agency Funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other government units and other funds. Agency funds are custodial in nature (assets and liabilities) and do not involve measurement of results of operations. The Agency Funds of Greene County are the Building Regulations Fund, Circuit Clerk Fund, Collector of Revenue Fund, County Clerk Fund, Family Court Fund, Planning and Zoning Fund, Recorder of Deeds Fund, Sheriff Civil Division Fund, Subdivision and Moving Bonds Fund, Jail Commissary Fund, Road and Bridge Right-of-Way Fund, School Fund, Sheriff Property Fund, and Jamestown Real Estate Holdings Fund.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Cash and Investments

The County pools cash and investments resources of various funds in the County Treasurer's office in order to facilitate the management of cash and investments. Cash and investments applicable to a particular fund is readily identifiable. Some County offices also hold cash and investments in their own separate bank accounts as required by state statute. The balance in the pooled cash and investments account is available to meet current operating requirements. The County's investments include collateralized certificates of deposit and money market accounts, direct obligations of the U.S. Government, repurchase agreements and other investments authorized by state statutes.

Receivables

All receivables are reported at their gross value and, when appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Due To and Due From Other Funds

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed.

Capital Assets

Capital assets include land, buildings, improvements, equipment, and infrastructure assets (e.g., roads, bridges, storm sewers, and similar items) and are included in the governmental activities columns in the government-wide financial statements. Capital assets, excluding land, are defined by the County as assets with a cost of \$1,000 or greater and an estimated useful life of at least five years. All land purchases are capitalized regardless of cost. All purchased fixed assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value on the date received. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Historically, governmental infrastructure assets have not been capitalized and reported in the financial statements. In conformity with GASB 34, infrastructure, such as streets and storm sewers, has been capitalized. Additionally, the County elected to depreciate its infrastructure assets. Depreciation is provided in amounts sufficient to relate the cost of the depreciable assets to operations over their estimated service lives on the straight-line basis. The service lives by type of asset are as follows:

GREENE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Land improvements	20 years
Buildings	25 - 50 years
Furniture and equipment	3 - 15 years
Bridges and culverts	50 years
Roads	100 years
Major moveable equipment	5 - 15 years

Expenditures for maintenance and repairs are charged to expense; renewals and betterments are capitalized.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Compensated Absences

The County has a county-wide policy on vacation and sick leave for all officeholders. Leave is taken at the discretion of each officeholder. The accumulated liability for compensated absences is reported as a long-term liability in the financial statements as the amounts are not expected to be liquidated with expendable available financial resources.

Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1, and are payable by January 1. Property taxes receivable collected within 60 days of year end are recognized as revenue since the taxes are measurable and available to pay current operating expenditures.

Cash and Cash Equivalents

The County considers all accounts subject to withdrawal by check or on demand to be cash and cash equivalents. All other deposits and certificates of deposit are considered to be investments.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund Balance Classification

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on constraints imposed on the use of these resources as follows:

Nonspendable fund balance – This classification includes amounts that cannot be spent because they are either a) not in spendable form or b) legally or contractually required to be maintained intact.

Restricted fund balance – This classification reflects the constraints imposed on resources either a) externally by creditors, grantors, contributors, or laws and regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance – These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the County Commission – the government’s highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the County Commission removes the specified use by taking the same type of action imposing the commitment.

Assigned fund balance – This classification reflects the amounts constrained by the County’s “intent” to be used for specific purposes, but are neither restricted nor committed. Assigned fund balances include all remaining amounts (except negative balances) that are reported in the governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.

Unassigned fund balance – This fund balance is the residual classification for the General Fund. It is used to report negative fund balances in other governmental funds.

In circumstances when a disbursement is made for a purpose for which amounts are available in multiple fund balance classifications, fund balance is depleted in the order of restricted, committed, assigned, and unassigned.

The County has formally adopted a policy to maintain an undesignated fund balance equal to three months of General Fund operations.

Program Revenues

In the Statement of Activities, revenues that are derived directly from each activity or from parties outside the County’s taxpayers are reported as program revenues. These include various grants from the State and Federal governments. All other governmental receipts are reported as general. All taxes are classified as general revenues, even if restricted for a specific purpose.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Net Position

In the government-wide statements, equity is displayed in three components as follows:

Net Investment in Capital Assets – This consists of capital assets, net of accumulated depreciation, less the outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – This consists of net position that is legally restricted by outside parties or by law through constitutional provisions or enabling legislation.

Unrestricted – This consists of net position that does not meet the definition of restricted or net investment in capital assets.

When an expense is incurred for purposes for which both restricted and unrestricted net position are available, the County first applies restricted net position.

Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then. Currently, the County has two items that qualify for reporting in this category, deferred amounts relating to employer contributions to the retirement plan, and deferred charges relating to debt refunding.

In addition to liabilities, the Statement of Net Position and Balance Sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position/fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has two items that qualify for reporting in this category, deferred pension inflows relating to the retirement plan on the Statement of Net Position and deferred amounts relating to taxes and special assessments on the Balance Sheet. These amounts are recognized as an inflow of resources in the period that the amounts become available.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Pensions

For purposes of measuring the net pension asset, deferred outflow of resources and deferred inflow of resources related to pensions, and pension expense, information about the fiduciary net position of the Missouri Local Government Employees Retirement System (LAGERS) and County Employees' Retirement Fund (CERF) and additions to/deductions from LAGERS and CERF fiduciary net position have been determined on the same basis as they are reported by LAGERS and CERF. 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.

Fair Value

The fair value measurement and disclosure framework provides for a fair value hierarchy that gives highest priority to quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. There have been no significant changes from the prior year in the methodologies used to measure fair value. The levels of the fair value hierarchy are described below:

Level 1 – Inputs using quoted prices in active markets for identical assets or liabilities

Level 2 – Inputs using significant other observable inputs including quoted prices for similar assets or liabilities

Level 3 – Inputs are significant unobservable inputs

New Pronouncements

The County implemented GASB Statement No. 72 – *Fair Value Measurement and Application*, for the year ended December 31, 2016. The primary objective of this Statement is to address accounting and financial reporting issues relating to fair value measurements. This Statement provides guidance for determining fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements.

The County also implemented GASB statement No. 77 – *Tax Abatement Disclosures*, for the year ended December 31, 2016. The primary objective of this statement is to improve financial reporting by giving users of the financial statements essential information that is not consistently or comprehensively reported to the public.

The adoption of these Statements had no impact on the County's financial statements, but did result in expanded note disclosures.

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2016

NOTE B – CASH AND CASH EQUIVALENTS

State statutes require that the County’s deposits be insured or collateralized in the name of the County by the trust department of a bank that does not hold the collateralized deposits. As of December 31, 2016, all bank balances on deposit were entirely insured or collateralized with securities.

NOTE C – INVESTMENTS

The County’s investments at December 31, 2016, are as follows:

Investment Type	Maturity	Not Subject to Fair Value	Fair Value Level 1	Fair Value Level 2	Total
Certificates of Deposit	1/9/17 to 11/21/21	\$ 23,762,023	\$ -	\$ -	\$ 23,762,023
U.S. Treasury Notes	4/30/17 to 2/28/21	-	2,750,000	-	2,750,000
U.S. Government Agency Securities:					
Federal Farm Credit Bank	7/3/17 to 6/15/20	-	-	3,200,000	3,200,000
Federal Home Loan Mortgage Corporation	7/14/17 to 5/22/20	-	-	1,850,000	1,850,000
Federal National Mortgage Association	2/27/18 to 10/7/21	-	-	3,100,000	3,100,000
Federal Home Loan Bank	5/30/17 to 12/30/21	-	-	8,645,000	8,645,000
TOTAL		\$ 23,762,023	\$ 2,750,000	\$ 16,795,000	\$ 43,307,023

Certificates of Deposit

Certificates of deposit with maturities in excess of three months are classified as investments but are considered deposits for custodial risk determination. State statutes require that the County’s deposits be collateralized in the name of the County by the trust department of a bank that does not hold the collateralized deposits. As of December 31, 2016, all certificates of deposit are entirely insured or collateralized with securities.

U.S. Treasury Notes

Funds invested in U.S. Treasury Notes are held by UMB Bank, N.A. and are rated Aaa by Moody’s.

GREENE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE C – INVESTMENTS (continued)

U.S. Government Agency Securities

Funds invested in Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Federal National Mortgage Association and Federal Home Loan Bank are held by UMB Bank, N.A., and Commerce Bank and are all rated Aaa by Moody's.

Interest Rate Risk

The County investment policy minimizes interest rate risk by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity. The policy also limits the investment of operating funds in shorter-term securities.

Credit Risk

Statutes authorize the County to invest in investments which are:

- a. Obligations of the United States government, the State of Missouri, this County, or;
- b. In bonds, bills, notes, debentures or other obligations guaranteed as to payment of principal and interest by the government of the United States or any agency or instrumentality thereof, the State of Missouri or this County, or;
- c. In revenue bonds of the County, or;
- d. In certificates of deposit, savings accounts as defined in Chapter 369, Revised Missouri Statutes or in interest bearing time deposits when such funds are held in United States banks, state banks, savings and loan associations operating under Chapter 369, Revised Missouri Statutes, or savings and loan associations authorized by the United States government so long as such deposits, savings accounts, and interest bearing deposits are adequately secured as discussed in Note B.
- e. Banker's acceptances issued by domestic commercial banks possessing the highest rating issued by a nationally recognized rating agency, or;
- f. Commercial paper issued by domestic corporations which has received the highest rating issued by a nationally recognized rating agency.

The County's investment policy follows State Statutes which limits the types of investments by governmental entities. The County's investment policy does not place further limits on the types of investments.

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2016

NOTE C – INVESTMENTS (continued)

Concentration of Credit Risk

The County places no limit on the amount the County may invest in any one issuer. More than 5% of the County’s investments are in Federal Home Loan Bank notes. These investments are 20% of the County’s total investments.

NOTE D – RESTRICTED ASSETS

Cash and investment commitments and net position have been restricted for specific purposes in accordance with relevant state statutes, funding source restrictions or County Commissioner instructions. These restrictions, reservations and commitments by fund and fund type as of December 31, 2016, are as follows:

	Restricted Cash and Investments	Restricted Net Position
GENERAL FUND		
Operating cash reserves	\$ 3,400,000	\$ -
Liability insurance reserves	1,000,000	-
TOTAL GENERAL FUND	<u>\$ 4,400,000</u>	<u>\$ -</u>
SPECIAL REVENUE FUNDS		
Road and Bridge Fund		
Right-of-way bonds	\$ 31,255	\$ -
Operating cash reserves	2,100,000	-
Kansas extension project reserves	6,000,000	-
Liability insurance reserves	1,000,000	-
	9,131,255	-
E-911 Fund		
Equipment reserves	300,000	-
Local Law Enforcement Sales Tax II Fund		
Equipment reserves	1,170,000	-
TOTAL SPECIAL REVENUE FUNDS	<u>\$ 10,601,255</u>	<u>\$ -</u>
DEBT SERVICE FUND		
Debt service reserve	\$ 3,267,736	\$ 1,486,112
TOTAL DEBT SERVICE FUND	<u>\$ 3,267,736</u>	<u>\$ 1,486,112</u>

GREENE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE E – TAXES RECEIVABLE

Taxes receivable are presented net of allowances for doubtful accounts as follows:

	Gross Receivable	Allowance	Net Receivable
TAXES RECEIVABLE			
General Fund			
Property taxes - current	\$ 4,443,537	\$ -	\$ 4,443,537
Property taxes - delinquent	454,061	38,240	415,821
Private car tax	32,116	-	32,116
Surtax	1,005,695	-	1,005,695
Sales tax	2,117,769	-	2,117,769
TOTAL GENERAL FUND	8,053,178	38,240	8,014,938
Special Revenue Funds			
Road and Bridge Fund			
Property taxes - current	4,444,705	-	4,444,705
Property taxes - delinquent	454,062	38,242	415,820
Surtax	1,005,692	-	1,005,692
Sales tax	2,117,769	-	2,117,769
	8,022,228	38,242	7,983,986
Law Enforcement Sales Tax I Fund			
Sales tax	2,115,927	-	2,115,927
Law Enforcement Sales Tax II Fund			
Sales Tax	1,057,963	-	1,057,963
Park Sales Tax Fund			
Sales tax	2,069,282	-	2,069,282
Senior Services Fund			
Property taxes - current	1,954,548	-	1,954,548
Property taxes - delinquent	196,992	15,796	181,196
	2,151,540	15,796	2,135,744
E-911 Fund			
Sales Tax	1,035,089	-	1,035,089
TOTAL SPECIAL REVENUE FUNDS	16,452,029	54,038	16,397,991
Debt Service Fund			
Special assessments	9,433,981	-	9,433,981
Agency Funds			
Collector of Revenue Fund			
Property taxes	79,251,106	-	79,251,106
TOTAL TAXES RECEIVABLE	\$ 113,190,294	\$ 92,278	\$ 113,098,016

GREENE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE F – CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2016, was as follows:

	Balance December 31, 2015	Additions	Deletions	Balance December 31, 2016
Governmental Activities				
Non-depreciable capital assets:				
Construction in progress	\$ -	\$ 925,668	\$ -	\$ 925,668
Land	3,908,621	-	-	3,908,621
	<u>3,908,621</u>	<u>\$ 925,668</u>	<u>\$ -</u>	<u>4,834,289</u>
Depreciable capital assets				
Land improvements	1,563,245	\$ -	\$ -	1,563,245
Building	69,338,448	-	-	69,338,448
Major moveable equipment	20,131,198	1,686,613	1,209,946	20,607,865
Furniture and equipment	25,139,408	1,416,810	296,918	26,259,300
Infrastructure	227,317,505	10,027,401	5,216,809	232,128,097
Total Depreciable Capital Assets	343,489,804	<u>\$ 13,130,824</u>	<u>\$ 6,723,673</u>	349,896,955
Less Accumulated Depreciation	(123,082,529)	<u>\$ 9,439,859</u>	<u>\$ 6,347,209</u>	(126,175,179)
Total Depreciable Capital Assets, net	<u>220,407,275</u>			<u>223,721,776</u>
Total Capital Assets - Governmental Activities, net	<u>\$ 224,315,896</u>			<u>\$ 228,556,065</u>

Depreciation expense for governmental activities was charged to functions as follows:

General government	\$ 854,129
Judicial	566,462
Public safety	2,311,437
Public works	11,254
Health and welfare	89,428
Parks	65,735
Road and bridge	5,541,414
	<u>\$ 9,439,859</u>

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2016

NOTE H – LIMITED GENERAL OBLIGATION BONDS (continued)

Limited General Obligation Bonds

\$14,320,000 in Limited General Obligation Refunding Bonds - Neighborhood Improvement Bonds Projects, Series 2016A; interest payable semi-annually on April 1 and October 1 at rates ranging from 2.00% to 5.00%, principal retirements due annually on April 1 through 2031; Bonds maturing on April 1, 2027, and thereafter may be called for redemption and payment prior to maturity on April 1, 2026, and thereafter, in whole or in part.

\$ 14,320,000

Principal and interest are due on the bonds as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 885,000	\$ 430,081	\$ 1,315,081
2018	780,000	535,100	1,315,100
2019	800,000	507,500	1,307,500
2020	825,000	483,125	1,308,125
2021	840,000	458,150	1,298,150
2022	870,000	432,500	1,302,500
2023	890,000	406,100	1,296,100
2024	920,000	374,350	1,294,350
2025	960,000	336,750	1,296,750
2026	995,000	297,650	1,292,650
2027	1,010,000	252,500	1,262,500
2028	1,060,000	200,750	1,260,750
2029	1,105,000	146,625	1,251,625
2030	1,155,000	90,125	1,245,125
2031	1,225,000	30,625	1,255,625
	<u>\$ 14,320,000</u>	<u>\$ 4,981,931</u>	<u>\$ 19,301,931</u>

NOTE I – SPECIAL OBLIGATION BONDS PAYABLE

As of December 31, 2016, the County had four special obligation bond issues outstanding. These special obligation bonds do not represent general obligations of the County. Principal and interest payments are subject to an annual appropriation by the County of general County resources and are reported in the Debt Service Fund.

During 2010, the County issued \$17,390,000 and \$6,455,000 in taxable special obligation County building bonds Series 2010A and 2010B, respectively. The County issued the bonds to finance the construction of a Public Safety Center and morgue.

During 2011, the County issued \$1,130,000 in taxable special obligation County building bonds Series 2011A. The County issued the bonds to finance energy efficiency improvements.

During 2011, the County issued \$7,000,000 in special obligation bonds park building bonds Series 2011B. The County issued the bonds to finance park improvements.

Special Obligation Bonds

\$17,390,000 in Taxable Special Obligation County Building Bonds (Build America Bonds - Direct Pay to the Issuer) Series 2010A; interest payable semi-annually on June 1 and December 1 at rates ranging from 1.45% to 6.05%, principal retirements due annually on December 1 through 2029; collateralized by a mortgage lien on the project. Bonds maturing on December 1, 2021, and thereafter may be called for redemption and payment prior to maturity on December 1, 2020, and thereafter, in whole or in part. \$ 13,955,000

\$6,455,000 in Taxable Special Obligation County Building Bonds (Recovery Zone Economic Development Bonds - Direct Pay to the Issuer) Series 2010B; interest payable semi-annually on June 1 and December 1 at rates ranging from 4.20% to 6.25%, principal retirements due annually on December 1 through 2029; collateralized by a mortgage lien on the project. Bonds maturing on December 1, 2021, and thereafter may be called for redemption and payment prior to maturity on December 1, 2020, and thereafter, in whole or in part. 6,185,000

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2016

NOTE I – SPECIAL OBLIGATION BONDS PAYABLE (continued)

\$1,130,000 in Taxable Special Obligation County Building Bonds (Qualified Energy Conservation Bonds - Direct Pay to the Issuer) Series 2011A; interest payable semi-annually on June 1 and December 1 at rates ranging from 4.50% to 6.00%, principal retirements due annually on December 1 through 2020; collateralized by a mortgage lien on the project. 535,000

\$7,000,000 in Special Obligation Parks Building Bonds Series 2011B (Dan Kinney Park Project); interest payable on May 1 and November 1 at rates ranging from 2.5% to 4.50%, principal retirements due annually on November 1 through 2026; collateralized by a mortgage lien on the project. Bonds maturing on November 1, 2022, and thereafter, shall be subject to redemption in whole or in part. 5,025,000

\$ 25,700,000

Principal and interest payments are due on the bonds as follows:

Year Ended December 31,	Principal	Interest	Total
2017	\$ 1,830,000	\$ 1,363,139	\$ 3,193,139
2018	1,890,000	1,284,789	3,174,789
2019	1,960,000	1,198,233	3,158,233
2020	2,050,000	1,105,325	3,155,325
2021	1,985,000	1,005,632	2,990,632
2022	2,075,000	907,779	2,982,779
2023	2,075,000	802,623	2,877,623
2024	3,035,000	695,580	3,730,580
2025	1,695,000	521,093	2,216,093
2026	1,770,000	427,139	2,197,139
2027	1,240,000	328,438	1,568,438
2028	1,305,000	252,527	1,557,527
2029	2,790,000	172,655	2,962,655
	<u>\$ 25,700,000</u>	<u>\$ 10,064,952</u>	<u>\$ 35,764,952</u>

NOTE J – SPECIAL ASSESSMENT DEBT WITH GOVERNMENTAL COMMITMENT

During the year ended December 31, 2010, the County entered into an agreement with Farmer's Bank & Trust in the amount up to \$330,000 to finance construction of sanitary sewers in the Sanitary Sewer District No. 167. Under this agreement, tax bills, in payment of the project, were assigned to the Lender. The County, however, remains obligated to act as a collecting agent of the tax bills for the annual installments. Further, the County is obligated to repurchase from the Lender any delinquent tax bill in exchange for reassignment of the tax bill and satisfaction of the balance due thereon. The County would thereafter have the right to enforce the lien, as an asset of the County, against the parcel of real estate against which the lien has been imposed. As of December 31, 2016, the County has \$64,052 outstanding.

During the year ended December 31, 2014, the County entered into an agreement with UMB Bank, N.A. in the amount up to \$289,398 less \$93,354, which is the amount received by the County for ten tax bills that exercised the option for early redemption as permitted by the agreement, to finance construction of sanitary sewers in the Newport/Ridgecrest Subdivision. Under this agreement, tax bills, in payment of the project, were assigned to the Lender. The County, however, remains obligated to act as a collecting agent of the tax bills for the annual installments. Further, the County is obligated to repurchase from the Lender any delinquent tax bill in exchange for reassignment of the tax bill and satisfaction of the balance due thereon. The County would thereafter have the right to enforce the lien, as an asset of the County, against the parcel of real estate against which the lien has been imposed. As of December 31, 2016, the County has \$142,524 outstanding.

During the year ended December 31, 2015, the County entered into an agreement with UMB Bank, N.A. in the amount up to \$647,124 less \$136,237, which is the amount received by the County for sixteen tax bills that exercised the option for early redemption as permitted by the agreement, to finance construction of sanitary sewers in the Springday Hills Subdivision. Under this agreement, tax bills, in payment of the project, were assigned to the Lender. The County, however, remains obligated to act as a collecting agent of the tax bills for the annual installments. Further, the County is obligated to repurchase from the Lender any delinquent tax bill in exchange for reassignment of the tax bill and satisfaction of the balance due thereon. The County would thereafter have the right to enforce the lien, as an asset of the County, against the parcel of real estate against which the lien has been imposed. As of December 31, 2016, the County has \$439,548 outstanding.

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2016

NOTE K – SUMMARY OF CHANGES IN LONG-TERM DEBT

A summary of the changes in long-term debt for the year ended December 31, 2016, is as follows:

	Balance December 31, 2015	Additions	Retirements	Balance December 31, 2016	Current Portion
Special Obligation Bonds Payable	\$ 27,455,000	\$ -	\$ 1,755,000	\$ 25,700,000	\$ 1,830,000
Limited General Obligation Bonds	15,490,000	14,320,000	15,490,000	14,320,000	885,000
Plus: Premium on Bonds	-	1,439,108	-	1,439,108	-
	<u>15,490,000</u>	<u>15,759,108</u>	<u>15,490,000</u>	<u>15,759,108</u>	<u>885,000</u>
Special Assessment Debt with Governmental Commitment					
Southwest	78,240	-	14,188	64,052	-
Newport/Ridgecrest	179,517	-	36,993	142,524	-
Springday Hills	<u>493,858</u>	<u>-</u>	<u>54,310</u>	<u>439,548</u>	<u>-</u>
	751,615	-	105,491	646,124	-
Other Post Employment Benefit Obligation	871,167	143,519	-	1,014,686	-
Compensated Absences Payable	<u>1,876,884</u>	<u>109,078</u>	<u>-</u>	<u>1,985,962</u>	<u>-</u>
	<u>\$ 46,444,666</u>	<u>\$ 16,011,705</u>	<u>\$ 17,350,491</u>	<u>\$ 45,105,880</u>	<u>\$ 2,715,000</u>

NOTE L – CLAIMS, JUDGEMENTS AND CONTINGENCIES

Federal and State Grants

The County participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the County may be required to reimburse the grantor government. As of December 31, 2016, significant amounts of grant expenditures have not been audited by grantor governments, but the County believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual government funds or the overall financial position of the County.

NOTE L – CLAIMS, JUDGEMENTS AND CONTINGENCIES (continued)

Liability Contingency

The County does not maintain separate insurance for comprehensive general liability. The County pays any such claims out of general County revenues and cash reserves. Provisions for losses expected from any claims are recorded based upon the County's estimates of the aggregate liability for claims incurred. The County maintains separate insurance for vehicle liability.

As of December 31, 2016, the County has committed cash and investments in the General Fund and the Road and Bridge Fund for purposes of funding future claims.

Risk Management Pool - Workers' Compensation

The County is a member of the Missouri Association of Counties Self Insurance Workers' Compensation and Insurance Fund (the Association), a not-for-profit organization formed by the participating Counties of the State of Missouri to operate as a group self-insurer. The Association seeks to prevent or lessen workers' compensation claims and expense to its members. The Association is governed by a five-member board of directors elected by the members of the Association. The Association operates as a risk management pool. The County has no direct control over budgeting, financing, governing body or management selection.

The Association is funded by member assessments and premiums calculated based on members' payroll data multiplied by a pool assessment factor. Additionally, the Articles of the Association provide for supplemental assessments in the event the annual assessment is not sufficient to meet obligations. No supplemental assessments were required by the Association during fiscal 2016.

Legal Matters

There are a number of claims and/or lawsuits to which the County is a party as a result of certain injuries and various other matters and complaints arising in the ordinary course of County activities. The County's management and legal counsel anticipate that the potential claims, if any, against the County resulting from such litigation would not have a material effect on the financial position of the County.

NOTE M – EMPLOYEE PENSION PLAN – CERF

State of Missouri County Employees' Retirement Fund

General Information about the Pension Plan

Plan Description. Greene County, Missouri's defined benefit pension plan provides certain retirement and death benefits to its members. The County participates in the State of Missouri County Employees' Retirement Fund (CERF). CERF is a mandatory cost-sharing multiple employer retirement system for each county in the state of Missouri, except any city not within a county (which excludes the City of St. Louis) and counties of the first classification with a charter form of government.

CERF covers county elective or appointive officers or employees whose position requires the actual performance of duties not less than 1,000 hours per year; including employees of circuit courts (excluding juvenile courts) located in a first class, non-charter county which is not participating in the Local Government Employees Retirement System (LAGERS); and does not cover circuit clerks, deputy circuit clerks, county prosecuting attorneys, and county sheriffs. Until January 1, 2000, employees hired before January 1, 2000, could opt out of the system.

CERF was established by an act of the Missouri General Assembly effective August 28, 1994, and administered in accordance with RSMo. 50.1000 – 50.1300. As such, it is CERF's responsibility to administer the law in accordance expressed intent of the General Assembly. The plan as amended through November 1, 2010, is in a form acceptable under the Internal Revenue Code. The responsibility for the operations and administration of CERF is vested in the CERF Board of Directors consisting of eleven members. The Board of Directors has the authority to adopt rules and regulations for administering the system.

CERF issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by accessing the CERF website at www.mocerf.org.

Benefits Provided. CERF provides retirement and death benefits to its members. All benefits vest after 8 years of creditable service. Employees who retire on or after age 62 are entitled to an allowance for life based on the form of payment selected. The normal form of payment is a single life annuity. Optional joint and survivor annuity and 10-year certain and life annuity payments are also offered to members in order to provide benefits to a named survivor annuitant after their death. Employees who have a minimum of 8 years of creditable service may retire with an early retirement benefit and receive a reduced allowance after attaining age 55. Benefit provisions are fixed by state statute and may be amended only by action of the Missouri Legislature.

Cost-of-Living Adjustments ("COLA"). The Missouri Legislature has established a policy of providing an annual increase in the retirement benefit of the lesser of 1% and the February increase in CPI with the increase to take effect each July. The first increase will occur in the year following retirement so long as the retiree has been receiving benefits for at least one year on July 1st. The total of all increases shall not exceed 50% of the initial benefit.

GREENE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE M – EMPLOYEE PENSION PLAN – CERF (continued)

Contributions. Prior to January 1, 2003, participating county employees, except for those who participated in LAGERS, were required to make contributions equal to 2% of gross compensation. Effective January 1, 2003, participating county employees hired on or after February 25, 2002, are required to make contributions of 4% if they are in a LAGERS county and contributions of 6% if they are in a non-LAGERS county. If an employee leaves covered employment before attaining 8 years of creditable service, accumulated employee contributions are refunded to the employee. The contribution rate is set by state statute and may be amended only by action of the Missouri Legislature. Counties may elect to make all or a portion of the required 4% contribution on behalf of employees. Eligible employees of the employer contribute 4% to the pension plan. The employer did not elect to make all or a portion of the required 4% contribution on behalf of the employee.

In addition to the above contributions required of employees, the following fees and penalties prescribed under Missouri law are required to be collected and remitted to CERF by counties covered by the plan:

- Late fees on filing of personal property tax declarations,
- Twenty dollars on each merchants and manufacturers license issued,
- Six dollars on each document recorded or filed with county recorders of deeds, with an additional one dollar on each document recorded,
- Three sevenths of the fee on delinquent property taxes, and
- Interest earned on investment of the above collections prior to remittance to CERF

During 2016 and 2015, the County collected and remitted to CERF, employee contributions of \$801,080 and \$774,606, respectively, for the years then ended. The County's contributions to CERF were \$1,320,968 for the year ended December 31, 2016.

Pension Liability. At December 31, 2016, the County had a liability of \$11,916,093 for its proportionate share of the net pension liability. The net pension liability for the plan in total was measured as of December 31, 2015, and determined by an actuarial valuation as of December 31, 2014, rolled forward to December 31, 2015, using the following actuarial assumptions. A formal actuarial experience study was not performed. The County's proportionate share of the total net pension liability was based on the ratio of its actual contributions of \$1,201,189 paid to CERF for the year ended December 31, 2015, relative to the actual contributions of \$19,968,537 from all participating employers. At December 31, 2015, the County's proportionate share was 6.16279%.

GREENE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE M – EMPLOYEE PENSION PLAN – CERF (continued)

Actuarial Assumptions. Actuarial valuations of the Plan involve estimates of the reported amount and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and future salary increases. Amounts determined regarding the net pension liability are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The last experience study was conducted for the period January 1, 2008, through December 31, 2013.

The total pension liability as of December 31, 2015, was based on the most recent actuarial valuation as of December 31, 2014, rolled forward to December 31, 2015, using the following actuarial assumptions:

- Measurement date - December 31, 2015
- Valuation date - December 31, 2014, rolled forward to December 31, 2015
- Actuarial cost method – Entry age normal
- Investment rate of return – 7.5%
- Inflation – 2.5%
- Compensation increases – 2.5% plus merit
- Mortality rates – RP 2000 combined mortality projected to 2010 using Scale AA.
- Discount rate – 7.5%
- Fiduciary Net Position – CERF issues a publicly available financial report that can be obtained at www.mocerf.org.

The long-term expected rate of return on the Plan's investments was determined using a building-block method in which best-estimate ranges of expected future real rates of returns (expected returns, net of investment expense 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 inflations. Best estimates of arithmetic real rates of return for each major asset class included in the Plan's target allocation for 2015, is summarized below along with the long-term geometric return. Geometric return (also referred to as the time weighted return) is considered standard practice within the investment management industry. Geometric returns represent the compounded rate of growth of a portfolio. This method eliminates the effects created by cash flows.

GREENE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE M – EMPLOYEE PENSION PLAN – CERF (continued)

Asset Class	Target Asset Allocation	Long-Term Arithmetic Basis	
		Expected Real Return	Weighted Expected Real Return
Core Plus	15.00%	2.66%	0.40%
Absolute Return	15.00%	4.18%	0.63%
U.S. Large Cap Equity	25.00%	6.38%	1.60%
U.S. Small Cap Equity	10.00%	6.96%	0.70%
Non-U.S. Equity	15.00%	6.58%	0.99%
Long/Short Equity	10.00%	6.85%	0.69%
Private Equity	5.00%	7.34%	0.37%
Core Real Estate	5.00%	5.10%	0.26%
Total	100.00%		5.61%
		Inflation	2.50%
		Long-term expected geometric return	8.11%

Discount Rate. The discount rate used to measure the total pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current statutory rates and that contributions from employers will be made based on the Plan’s revenue sources (various fees and penalties paid by the counties). Such revenue was assumed to increase at the rate of 1.0% per year. This increase assumption has been used by the Plan in prior funding status projections. Historically, revenue increase has averaged more than 1.0% per year. Based on the assumptions, the Plan’s fiduciary net position was projected to be available to make projected future benefit payments of current plan members. The projections covered an 80-year period into the future. The long-term expected rate of return on the Plan’s investments was applied to projected benefit payments.

Discount Rate Sensitivity. The sensitivity of the net pension liability to changes in the discount rate is presented below. The net pension liability calculated using the discount rate of 7.5% is presented as well as what the net pension liability would be using a discount rate that is 1.0% lower (6.5%) or 1.0% higher (8.5%) than the current rate.

Discount Rate	1.0% Decrease (6.5%)	Current Rate (7.5%)	1.0% Increase (8.5%)
Proportionate share of the Net Pension Liability	\$ 16,948,143	\$ 11,916,093	\$ 7,724,401

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2016

NOTE M – EMPLOYEE PENSION PLAN – CERF (continued)

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

For the year ended December 31, 2016, the employer recognized pension expense of \$2,518,419. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net Deferred Outflows of Resources</u>
Differences in experiences	\$ 455,411	\$ (67,238)	\$ 388,173
Excess investment returns	2,168,717	-	2,168,717
Change in assumptions	1,646,113	-	1,646,113
Change in proportion and difference in contributions	280,009	-	280,009
Contributions subsequent to the measurement date*	1,320,968	-	1,320,968
	<u>\$ 5,871,218</u>	<u>\$ (67,238)</u>	<u>\$ 5,803,980</u>

*The amount reported as deferred outflows of resources resulting from contributions subsequent to the measurement date will be recognized as an addition/reduction to the net pension asset/liability for the year ending December 31, 2017.

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

<u>Year Ending December 31,</u>	<u>Net Deferred Outflows of Resources</u>
2017	\$ 2,441,721
2018	1,120,753
2019	1,120,753
2020	1,120,753
	<u>\$ 5,803,980</u>

Payable to the Pension Plan

At December 31, 2016, the County had no outstanding amounts of contributions to the pension plan required, therefore no payable was reported.

NOTE N – EMPLOYEE PENSION PLAN – LAGERS

Missouri Local Government Employees Retirement System

General Information about the Pension Plan

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

Benefits Provided. LAGERS provides retirement, death and disability benefits. Benefit provisions are adopted by the governing body of the employer, within the options available in the state statutes governing LAGERS. All benefits vest after 5 years of credited service. Employees who retire on or after age 60 (55 for police) with 5 or more years of service are entitled to an allowance for life based upon the benefit program information provided below. Employees may retire with an early retirement benefit with a minimum of 5 years of credited service and after attaining age 55 (50 for police) and receive a reduced allowance.

	<u>2016 Valuation</u>
Benefit Multiplier	1.50% for life
Final Average Salary	3 Years
Member Contributions	0%

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

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2016

NOTE N – EMPLOYEE PENSION PLAN – LAGERS (continued)

Employees Covered by Benefit Terms. At June 30, 2016, the following employees were covered by the benefit terms:

	<u>General</u>	<u>Police</u>	<u>Total</u>
Inactive employees or beneficiaries currently receiving benefits	298	123	421
Inactive employees entitled to but not yet receiving benefits	246	71	317
Active employees	<u>535</u>	<u>166</u>	<u>701</u>
	<u>1079</u>	<u>360</u>	<u>1439</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 5.1% (General) and 6.9% (Police) of annual covered payroll.

Net Pension Asset. The employer’s net pension asset was measured as of June 30, 2016, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of February 29, 2016.

Actuarial Assumptions. The total pension liability in the February 29, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25% wage inflation; 2.50% price inflation
Salary Increase	3.25% to 6.55% including wage inflation for general and police
Investment rate of return	7.25%, net of investment expenses

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

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2016

NOTE N – EMPLOYEE PENSION PLAN – LAGERS (continued)

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

The actuarial assumptions used in the February 29, 2016, valuation were based on the results of an actuarial experience study for the period March 1, 2010, through February 28, 2015.

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 estimate of arithmetic real rates of return for each major asset class are summarized in the following table:

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

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

GREENE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE N – EMPLOYEE PENSION PLAN – LAGERS (continued)

Changes in the Net Pension (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension (Asset) (a) - (b)
<i>General Division</i>			
Balances at beginning of year	\$ 53,057,847	\$ 66,128,162	\$ (13,070,315)
Changes for the year:			
Service cost	1,647,264	-	1,647,264
Interest	3,825,629	-	3,825,629
Difference between expected and actual experiences	670,771	-	670,771
Changes of assumptions	2,454,727	-	2,454,727
Contributions - employer	-	873,439	(873,439)
Net investment income	-	(75,322)	75,322
Benefits paid, including refunds	(2,238,727)	(2,238,727)	-
Administrative expenses	-	(85,147)	85,147
Other changes	-	264,307	(264,307)
Net Changes	6,359,664	(1,261,450)	7,621,114
Balances at end of year	59,417,511	64,866,712	(5,449,201)
<i>Police Division</i>			
Balances at beginning of year	20,523,775	24,410,667	(3,886,892)
Changes for the year:			
Service cost	563,501	-	563,501
Interest	1,473,268	-	1,473,268
Difference between expected and actual experiences	607,669	-	607,669
Changes of assumption	624,332	-	624,332
Contributions - employer	-	798,306	(798,306)
Net investment income	-	(38,585)	38,585
Benefits paid, including refunds	(976,392)	(976,392)	-
Administrative expenses	-	(28,518)	28,518
Other changes	-	110,211	(110,211)
Net Changes	2,292,378	(134,978)	2,427,356
Balances at end of year	22,816,153	24,275,689	(1,459,536)
Total Plan Balances at End of Year	\$ 82,233,664	\$ 89,142,401	\$ (6,908,737)

GREENE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE N – EMPLOYEE PENSION PLAN – LAGERS (continued)

Sensitivity of the Net Pension Asset to Changes in the Discount Rate. The following present the Net Pension Asset of the employer, calculated using the discount rate of 7.25%, as well as what the employer’s Net Pension Asset would be using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate.

	1% Decrease 6.25%	Current Single Discount Rate Assumption 7.25%	1% Increase 8.25%
<i>General Division</i>			
Total Pension Liability	\$ 68,775,981	\$ 59,417,511	\$ 51,835,387
Fiduciary Net Position	<u>64,866,712</u>	<u>64,866,712</u>	<u>64,866,712</u>
Net Pension Liability (Asset)	3,909,269	(5,449,201)	(13,031,325)
<i>Police Division</i>			
Total Pension Liability	26,368,890	22,816,153	19,924,969
Fiduciary Net Position	<u>24,275,689</u>	<u>24,275,689</u>	<u>24,275,689</u>
Net Pension Liability (Asset)	<u>2,093,201</u>	<u>(1,459,536)</u>	<u>(4,350,720)</u>
Total Net Pension Liability (Asset)	<u><u>\$ 6,002,470</u></u>	<u><u>\$ (6,908,737)</u></u>	<u><u>\$ (17,382,045)</u></u>

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

For the year ended December 31, 2016, the employer recognized pension expense of \$2,506,835 in the General Division and \$1,059,887 in the Police Division. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

GREENE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE N – EMPLOYEE PENSION PLAN – LAGERS (continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows of Resources
<i>General Division</i>			
Differences in experiences	\$ 554,459	\$ (894,058)	\$ (339,599)
Assumption changes	2,029,076	-	2,029,076
Net difference in investment earnings	5,927,670	-	5,927,670
Contributions subsequent to the measurement date*	569,516	-	569,516
	9,080,721	(894,058)	8,186,663
<i>Police Division</i>			
Differences in experiences	545,886	-	545,886
Assumption changes	502,739	-	502,739
Net difference in investment earnings	2,199,536	-	2,199,536
Contributions subsequent to the measurement date*	244,078	-	244,078
	3,492,239	-	3,492,239
	<u>\$ 12,572,960</u>	<u>\$ (894,058)</u>	<u>\$ 11,678,902</u>

*The amount reported as deferred outflows of resources resulting from contributions subsequent to the measurement date will be recognized as an addition/reduction to the net pension asset/liability for the year ending December 31, 2017.

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

Year Ending December 31,	Net Deferred Outflows of Resources		
	General	Police	Total
2017	\$ 2,534,665	\$ 1,115,229	\$ 3,649,894
2018	1,965,149	871,151	2,836,300
2019	1,965,148	871,152	2,836,300
2020	1,306,018	602,411	1,908,429
2021	415,683	32,296	447,979
	<u>\$ 8,186,663</u>	<u>\$ 3,492,239</u>	<u>\$ 11,678,902</u>

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2016

NOTE N – EMPLOYEE PENSION PLAN – LAGERS (continued)

Payable to the Pension Plan

At December 31, 2016, the County had no outstanding amounts of contributions to the pension plan required, therefore no payable was reported.

NOTE O – ASSESSED VALUATION, TAX LEVY AND LEGAL DEBT MARGIN

The 2016 assessed valuation of the tangible taxable property and the tax levies per \$100 assessed valuation of that property were as follows:

Assessed Valuation	
Real estate	\$ 3,774,428,720
Personal property	827,726,130
Railroad and utilities	<u>107,590,550</u>
	TOTAL
	<u>\$ 4,709,745,400</u>
Tax Rate Per \$100 of Assessed Valuation	
General Fund	\$.1137
Road and Bridge Fund	.1137
Senior Services Fund	<u>.0500</u>
	<u>\$.2774</u>

The legal debt margin at December 31, 2016, is computed as follows:

Constitutional debt limit	\$ 470,974,540
Limited general obligation bonds outstanding	(14,320,000)
Amount available in Debt Service Fund	<u>1,486,112</u>
	LEGAL DEBT MARGIN
	<u>\$ 458,140,652</u>

Under Article VI, Section 26(b) and (c), Missouri Constitution, the County, by a vote of its qualified electors voting therein, may incur an indebtedness for any purpose authorized by law of the County or by any general law of the State of Missouri. The borrowings authorized by this section shall not exceed ten percent of the value of the taxable tangible property in the County.

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2016

NOTE P – DEFICIT FUND BALANCE

As of December 31, 2016, the County had a deficit fund balance in the Sheriff’s Federal Grants Fund in the amount of \$68,345.

NOTE Q – INTERFUND TRANSFERS

Interfund transfers for the year ended December 31, 2016, consisted of the following:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 2,763,721
Road and Bridge	-	6,050
Law Enforcement Sales Tax I Fund	412,641	-
Law Enforcement Sales Tax II Fund	-	937,460
Park Sales Tax Fund	-	622,406
Debt Service Fund	3,835,484	-
Non-Major Governmental Funds	81,512	-
	<u>\$ 4,329,637</u>	<u>\$ 4,329,637</u>

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

NOTE R – INTERNAL BALANCES

Internal balances as of December 31, 2016, consisted of the following:

	<u>General Fund</u>	<u>Road and Bridge Fund</u>	<u>Debt Service Fund</u>	<u>Non-Major Funds</u>
Internal balances	<u>\$ 2,554,983</u>	<u>\$ 114,517</u>	<u>\$ (1,980,129)</u>	<u>\$ (689,371)</u>

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2016

NOTE R – INTERNAL BALANCES (continued)

During the course of its operations, the County has numerous transactions between funds to finance operation, provide services, construct assets and service debt. To the extent that certain transactions between funds had not been paid or received as of December 31, 2016, balances of interfund amounts receivable or payable have been recorded within the fund financial statements.

NOTE S – POST-EMPLOYMENT HEALTH CARE PLAN

Plan Description – The County’s postemployment health care plan is a single-employer defined benefit medical plan. To be eligible for participation in the plan, retirees must meet certain retirements as set by the County and remains eligible until attainment of Medicare Eligibility Age. Eligible participants receive benefits in the form of an implicit rare subsidy where participants receive health insurance coverage by paying a blended retiree/active rate.

Funding Policy – The contribution requirements of plan members and the County are established and may be amended by the County Commission. Current contribution requirements require participants to pay the full blended premium. The County funds the plan on a pay-as-you-go basis.

Annual OPEB Cost and Net OPEB Obligation – The County’s annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution (ARC) of the County, an amount actuarially determined in accordance with the parameters of GASB-45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The following table shows the components of the County’s annual OPEB cost for the year ended December 31, 2016:

Annual required contribution	\$ 175,344
Interest on net benefit obligation	32,159
Adjustment to annual required contribution	<u>(41,984)</u>
Annual benefit cost	165,519
Expected employer contributions	<u>22,000</u>
Increase (decrease) in net OPEB	143,519
OPEB beginning of year	<u>871,167</u>
OPEB end of year	<u><u>\$ 1,014,686</u></u>

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2016

NOTE S – POST-EMPLOYMENT HEALTH CARE PLAN (continued)

Funding Status and Funding Progress – As a pay-as-you-go plan, the plan was 0% funded at December 31, 2016.

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Entry Age Actuarial Accrued Liability	(b-a) Unfunded Accrued Liability (UAL)	(a/b) Funded Ratio	(c) Annual Covered Payroll	[(b-a)/c] UAL as a Percentage of Covered Payroll
07/01/15	\$ -	\$ 1,081,864	\$ 1,081,864	0%	\$ 27,931,341	3.9%

Actuarial Methods and Assumptions – The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities, consistent with the long-term perspective of the calculations. In the 2015 actuarial valuation, the projected unit credit cost method was used, and the interest rate used for discounting liabilities was 4.5%. The actuarial valuation assumed a medical premium inflation rate based on long term health care trends generated by the Getzen Model. The medical premium inflation rate was 7% for 2015, with annual rate reductions to an ultimate rate of 5.0%. The unfunded actuarial accrued liability is amortized over the maximum acceptable period of 30 years, and the valuation assumed that 30% of all future retirees will elect medical coverage.

NOTE T – SPECIAL ASSESSMENT TAX RECEIVABLE

During the year ended December 31, 2012, the Jamestown and Wilson Creek neighborhood improvement projects were completed. Upon completion of the projects, the County issued the Series 2012A, 2012B, and 2012C Limited General Obligation Bonds to repay the 2009, 2011D and 2011E General Obligation short-term notes that were used to complete the projects. The County also levied a special assessment tax on the properties in the Districts and recorded special assessment taxes receivable of \$17,268,684 in the Debt Service Fund. In December 2016, the County issued Series 2016A Limited General Obligation Refunding Bonds to refund the Series 2012A, 2012B and 2012C Limited General Obligation Bonds. The collection of the special assessment tax will be used to pay the principal and interest on the 2016A Limited General Obligation Refunding Bonds. If the collection of the special assessment taxes is not sufficient to pay the principal and interest on the bond issues, the County will be required to utilize funds that are legally available, if any, to meet the required principal and interest payments. In 2014 the developer filed bankruptcy and the County acquired the residential and commercial lots in the Jamestown Neighborhood Improvement District that had not been previously sold. The County sold the remaining residential lots for \$1,147,699, which will be used to make future debt payments. The County plans to sell the commercial lots and use the proceeds for future debt service payments. During the prior year, the County changed the estimate of Special Assessments Receivable to recognize the estimated fair value of the property acquired by the County.

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2016

NOTE T – SPECIAL ASSESSMENT TAX RECEIVABLE (continued)

The amount the County expects to receive on the commercial property is included in the Special Assessment Receivable balance at December 31, 2016. The County has evaluated the special assessment taxes receivable to determine the collectability of the remaining special assessment taxes. The County, based on their evaluation, has determined that the special assessment taxes will be 100% collectible in the future, therefore, a provision for an allowance for doubtful accounts has not been made.-

NOTE U – COMMITMENTS

At December 31, 2016, the County had the following commitments:

<u>Vendor</u>	<u>Project</u>	<u>Commitment</u>
Hartman & Company, Inc.	West Republic Road and Drainage Improvements	\$ 5,508,350
Mechanical Services, Inc.	Judicial Courts Facility	992,358
		<u>\$ 6,500,708</u>

NOTE V – OPERATING LEASE

In November 2015, the County entered into a lease with Lester E. Cox Medical Center for additional office space. The agreement is for a period of seven years, with the option to renew three additional one-year terms. The lease calls for monthly payments of \$16,604 with annual increases not to exceed 3% beginning January 1, 2018. In addition, Greene County is responsible for the renovation of the leased space.

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2016

NOTE W – DEBT REFUNDING LOSS

On December 23, 2016, the County issued \$14,230,000 in Series 2016A Limited General Obligation Refunding Bonds (Neighborhood Improvement District Projects) with interest rates ranging from 2.00% to 5.00%. The County issued the bonds to refund \$2,830,000 of outstanding Series 2012A Wilson Creek Marketplace Neighborhood Improvement Limited General Obligation Bonds, \$7,350,000 of outstanding Series 2012B Jamestown Neighborhood Improvement Limited General Obligation Bonds, and \$4,630,000 of outstanding Series 2012C Jamestown Neighborhood Improvement Limited General Obligation Bonds with interest rates ranging from 1.25% to 5.00%. The advance refunding resulted in the recognition of a deferred loss in the amount of \$1,807,496 in the governmental activities. The deferred loss is amortized as an adjustment to interest expense over a period of 15 years.

A summary of the deferred loss on bond refunding is as follows:

	Balance December 31, 2015	Additions	Current Amortization	Balance December 31, 2016
Governmental Activities	\$ -	\$ 1,807,496	\$ -	\$ 1,807,496

NOTE X – CURRENT YEAR DEBT REFUNDING

On December 23, 2016, the County issued \$14,230,000 in Series 2016A Limited General Obligation Refunding Bonds (Neighborhood Improvement District Projects) with interest rates ranging from 2.00% to 5.00%. The County deposited the proceeds and debt service reserve funds totaling \$16,617,496 to pay principal and accrued interest on the outstanding Limited General Obligation Bonds as follows: \$2,830,000 of Series 2012A Wilson Creek Marketplace Neighborhood Improvement Bonds, \$7,350,000 of Series 2012B Jamestown Neighborhood Improvement Bonds, and \$4,630,000 of Series 2012C Jamestown Neighborhood Improvement Bonds with interest rates ranging from 1.25% to 5.00%. Principal payments on the defeased debt are due annually and interest payments are due semiannually beginning April 1, 2017, through April 1, 2022.

As a result of the refunding, the County reduced its debt service requirements by \$622,632, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$448,218.

GREENE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE Y – DEBT DEFEASANCE

On December 23, 2016, the County issued Series 2016A Limited General Obligation Refunding Bonds in the amount of \$14,230,000. The proceeds of this issue were deposited into an irrevocable escrow account at BOK Financial in the amount of \$15,587,161 along with debt service reserve funds of \$1,030,335 to earn interest and pay principal and accrued interest on the outstanding Limited General Obligation Bonds as follows: \$2,830,000 of Series 2012A Wilson Creek Marketplace Neighborhood Improvement Bonds, \$7,350,000 of Series 2012B Jamestown Neighborhood Improvement Bonds, and \$4,630,000 of Series 2012C Jamestown Neighborhood Improvement beginning April 1, 2017, through April 1, 2022. At December 31, 2016, the refunding escrow account for the bonds held a balance of \$16,539,472 and had outstanding principal due of \$14,810,000.

NOTE Z – DEFERRED COMPENSATION PLAN

County employees participate in a nation-wide deferred compensation plan. Participation is on a voluntary payroll deduction basis. The plan permits deferral of compensation until future years. According to the plan, the deferred compensation is not available until termination, retirement, death, or unforeseeable emergency. All deferred amounts are the property of the County and participant's interest in the plan is that of a general creditor of the County. It is the opinion of the County's management that the County has no liability for losses under the plan, but does have the duty of due care that would be required of an ordinary prudent investor. Amounts on deposit with the Nationwide Retirement Solutions, Inc. participants at December 31, 2016, were approximately \$1,722,237.

NOTE AA – TAX ABATEMENTS

As of December 31, 2016, the County did not provide tax abatements to any businesses. However, the County's taxes were reduced by agreements entered into by other governments through the following programs – the Urban Redevelopment Corporation Law (Chapter 353), Enhanced Enterprise Zones Program, Chapter 100 Industrial Development Act, the Land Clearance Redevelopment Authority, and Real Property Tax Increment Allocation Redevelopment Act (Tax Incremental Financing).

NOTE AA – TAX ABATEMENTS (continued)

- The Urban Redevelopment Corporation Law, or Chapter 353, is an economic development tool to encourage redevelopment of blighted areas. Under Sections 353.010-353.190, RSMo., the Urban Redevelopment Corporation has a tax abatement available for 25 years. During the first 10 years, the property is not subject to real property taxes except in the amount of real property taxes assessed on the land during the calendar year during with the Urban Redevelopment Corporation acquired title to the real property. For the remaining 15 years, the property may be assessed up to 50% of its true value. Payments in lieu of taxes (PILOTs) may be imposed on the Urban Redevelopment Corporation by the city in order to replace all or part of the real estate taxes abated. The PILOTs must be allocated based on a proportionate share to each taxing district.
- The Enhanced Enterprise Zones Program is designed to attract new or expanding businesses to the area. Under Sections 135.950-135.970, RSMo., in order for a manufacturer, distributor, or certain service industries to qualify for the 50% tax abatement for 10 years, the business must meet certain minimum criteria depending on the type of business facility. New or expanded business facilities must have two new employees and \$100,000 in new investment. Replacement business facilities must have two new employees and \$1,000,000 in new investment. Both types of business facilities must also offer health insurance to full time employees in Missouri, of which at least 50% is paid by the employer.
- The Chapter 100 Industrial Development Act allow cities or counties to purchase or construct certain types of projects with bond proceeds and lease the project to a company under Sections 100.010-100.200, RSMo. Eligible projects include the purchase, construction, extension and improvement of warehouses, distributions facilities, research and development facilities, office industries, agricultural processing industries, service facilities which provide interstate commerce, and industrial plants. Since the city or county owns the property and leases it to the company, an amount of the property taxes can be abated for a term agreed on by the city or county issuer and the company. Cities and counties are allowed to require the company to make payments in lieu of taxes (PILOTs) for a portion of the taxes it would have otherwise been required to pay.
- The Land Clearance Redevelopment Authority allows any person within a constitutional charter city to apply to the authority for a certificate allowing tax abatement under Sections 99.700 – 99.715, RSMo. The certificate may be applied for if the person owns, rents, or leases in a blighted area as defined in Section 99.320 RSMo, declared to be a blighted area as provided in Section 99.430, RSMo and are engaged in new construction or rehabilitation of the designated real property with an approved redevelopment plan. The certificate for tax abatement is to remain on file for ten years and prevents an increase in assessed valuation relating to the new construction approved by the certification.

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2016

NOTE AA – TAX ABATEMENTS (continued)

- Tax Incremental Financing (TIF) is an economic development tool which redirects local tax revenues towards the redevelopment of eligible properties that are otherwise economically unfeasible. Sections 99.800-99.865, RSMo, the Real Property Tax Increment Allocation Redevelopment Act, enables cities to finance certain redevelopment costs with the incremental tax revenue generated by the net increase in assessed valuation resulting from the redevelopment. Real estate taxes in the redevelopment area are frozen at the current level or base valuation. The increased assessed valuation resulting from the redevelopment is referred to as payments in lieu of taxes (PILOT). PILOTs for each TIF district are collected by the county collector and distributed to the cities that authorized the TIF, these funds are then distributed to a TIF special allocation fund or other political subdivisions.

Information relevant to disclosure of these programs for the year ended December 31, 2016, is as follows:

Government Entering into Agreement	Tax Abatement Program	Amount of Taxes Abated During 12/31/2016	Payment in Lieu of Tax Received
City of Springfield, Missouri	Tax Increment Financing		
	Ad-valorem taxes	\$ 52,029	\$ -
	Chapter 353		
	Ad-valorem taxes	4,285	3,867
	Chapter 100		
	Ad-valorem taxes	10,538	1,716
	Enhanced Enterprise Zone		
	Ad-valorem taxes	175,814	4,297
	Land Clearance Redevelopment Authority		
	Ad-valorem taxes	15,444	-
City of Republic, Missouri	Enhanced Enterprise Zone		
	Ad-valorem taxes	12,431	-
City of Strafford, Missouri	Tax Increment Financing		
	Sales Taxes	21,089	-
	Enhanced Enterprise Zone		
	Ad-valorem taxes	1,712	-
		<u>\$ 293,342</u>	<u>\$ 9,880</u>

REQUIRED SUPPLEMENTARY INFORMATION

GREENE COUNTY, MISSOURI
 SCHEDULE OF FUNDING PROGRESS - OPEB
 Year Ended December 31, 2016

Postemployment Health Care Plan

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Entry Age Actuarial Accrued Liability	(b-a) Unfunded Accrued Liability (UAL)	(a/b) Funded Ratio	(c) Annual Covered Payroll	[(b-a)/c] UAL as a Percentage of Covered Payroll
07/01/11	\$ -	\$ 1,495,624	\$ 1,495,624	0%	\$ 23,837,704	6.3%
07/01/13	-	1,401,473	1,401,473	0%	24,361,804	5.8%
07/01/15	-	1,081,864	1,081,864	0%	27,931,341	3.9%

GREENE COUNTY, MISSOURI
 SCHEDULE OF EMPLOYER CONTRIBUTIONS - OPEB
 Year Ended December 31, 2016

Postemployment Health Care Plan

<u>Fiscal Year Ending December 31,</u>	<u>Annual OPEB Cost</u>	<u>Employer Contributions</u>	<u>Percentage Contributed</u>	<u>Actual Covered Net OPEB Obligation</u>
2013	\$ 212,255	\$ 43,000	20.3%	\$ 545,393
2014	212,255	43,000	20.3%	714,648
2015	165,519	9,000	5.4%	871,167
2016	165,519	22,000	13.3%	1,014,686

GREENE COUNTY, MISSOURI
SCHEDULE OF CHANGES IN NET PENSION (ASSET) AND RELATED RATIOS – LAGERS
Year Ended December 31, 2016

Missouri Local Government Employees Retirement System (LAGERS)

	<u>2016</u>	<u>2015</u>
TOTAL PENSION LIABILITY		
Service cost	\$ 2,210,765	\$ 2,139,595
Interest on the total pension liability	5,298,897	5,092,299
Difference between expected and actual experience	1,278,440	(1,262,533)
Changes of assumptions	3,079,059	-
Benefit payments	<u>(3,215,119)</u>	<u>(3,096,350)</u>
NET CHANGE IN TOTAL PENSION LIABILITY	8,652,042	2,873,011
TOTAL PENSION LIABILITY, BEGINNING	<u>73,581,622</u>	<u>70,708,611</u>
TOTAL PENSION LIABILITY, ENDING	82,233,664	73,581,622
PLAN FIDUCIARY NET POSITION		
Contributions - employer	1,671,745	1,880,646
Contributions - employee	-	26,837
Pension plan net investment income	(113,907)	1,760,935
Benefit payments	(3,215,119)	(3,096,350)
Pension plan administrative expense	(113,665)	(119,768)
Other	<u>374,518</u>	<u>581,439</u>
NET CHANGE IN PLAN FIDUCIARY NET POSITION	(1,396,428)	1,033,739
PLAN FIDUCIARY NET POSITION, BEGINNING	<u>90,538,829</u>	<u>89,505,090</u>
PLAN FIDUCIARY NET POSITION, ENDING	<u>89,142,401</u>	<u>90,538,829</u>
EMPLOYER NET PENSION (ASSET)	<u>\$ (6,908,737)</u>	<u>\$ (16,957,207)</u>
Plan fiduciary net position as a percentage of the total pension liability	108.40%	123.05%
Covered employee payroll	\$ 26,635,592	\$ 24,714,417
Employer's net pension asset as a percentage of covered employee payroll	-25.94%	-68.61%

Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

GREENE COUNTY, MISSOURI
SCHEDULE OF CONTRIBUTIONS – LAGERS
Year Ended December 31, 2016

Missouri Local Government Employees Retirement System (LAGERS)
Schedule of Contributions
Last 10 Fiscal Years

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Actuarially determined contribution	\$ 1,599,030	\$ 1,772,937	\$ 2,005,229	\$ 2,187,421	\$ 2,416,578	\$ 2,311,754	\$ 2,388,208	\$ 1,786,686	\$ 1,626,814	\$ 1,618,257
Contributions in relation to the actuarially determined contribution	<u>1,599,035</u>	<u>1,772,935</u>	<u>2,005,229</u>	<u>2,187,422</u>	<u>2,362,852</u>	<u>2,197,770</u>	<u>1,986,411</u>	<u>1,786,689</u>	<u>1,626,814</u>	<u>1,618,258</u>
Contribution deficiency (excess)	<u>\$ (5)</u>	<u>\$ 2</u>	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ 53,726</u>	<u>\$ 113,984</u>	<u>\$ 401,797</u>	<u>\$ (3)</u>	<u>\$ -</u>	<u>\$ (1)</u>
Covered-employee payroll	\$ 28,749,880	\$ 26,293,001	\$ 25,012,688	\$ 24,031,825	\$ 24,666,990	\$ 23,877,183	\$ 23,919,392	\$ 24,401,643	\$ 23,932,771	\$ 22,244,315
Contributions as a percentage of covered-employee payroll	5.56%	6.74%	8.02%	9.10%	9.58%	9.20%	8.30%	7.32%	6.80%	7.27%

See accompanying notes.

GREENE COUNTY, MISSOURI
NOTES TO SCHEDULE OF CONTRIBUTIONS – LAGERS
Year Ended December 31, 2016

Valuation Date: February 29, 2016

Notes: The roll-forward of total pension liability from February 29, 2016, to June 30, 2016, 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 – Level Percentage of Payroll, Closed

Remaining Amortization Period – Multiple bases from 13 to 15 years

Asset Valuation Method – 5-Year smoothed market; 20% corridor

Inflation – 3.25% wage inflation; 2.50% price inflation

Salary Increases – 3.25% to 6.55% including wage inflation for the general and police division

Investment Rate of Return – 7.25%, 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, were the RP-2014 Healthy Annuitant mortality table for males and females. The disabled retiree mortality tables, for post-retirement mortality, were the RP-2014 disabled mortality table for males and females. The pre-retirement mortality tables used were the RP-2014 employees mortality table for males and females.

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

Other Information – New assumptions adopted based on the 5-year experience study for the period March 1, 2010, through February 28, 2015.

GREENE COUNTY, MISSOURI
 SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AND RELATED
 RATIOS – CERF
 Year Ended December 31, 2016

<u>Year Ended</u>	<u>Proportion of the Net Pension Liability (Asset)</u>	<u>Proportionate Share of the Net Pension Liability (Asset) (a)</u>	<u>Actual Covered Employee Payroll (b)</u>	<u>Net Pension Liability (Asset) as a Percentage of Covered Payroll (a/b)</u>	<u>Fiduciary Net Position as a Percentage of Total Pension Liability</u>
12/31/2015	5.87180%	\$ 6,852,296	\$ 23,858,267	28.72%	78.83%
12/31/2016	6.16279%	11,916,093	25,444,228	46.83%	69.11%

Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

*The data provided in the schedule is based as of the measurement date of CERFs' net pension liability, which is as of the beginning of the County's fiscal year.

GREENE COUNTY, MISSOURI
 SCHEDULE OF EMPLOYER CONTRIBUTIONS – CERF
 Year Ended December 31, 2016

<u>Year Ended</u>	<u>Statutorily Required Contribution</u>	<u>Actual Employer Contributions</u>	<u>Contribution Excess / (Deficiency)</u>	<u>Actual Covered Member Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
12/31/2014	\$ 1,161,521	\$ 1,161,521	\$ -	\$ 23,858,267	4.87%
12/31/2015	1,201,189	1,201,189	-	25,444,228	4.72%
12/31/2016	1,320,968	1,320,968	-	27,458,410	4.81%

Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

See accompanying notes.

GREENE COUNTY, MISSOURI
NOTES TO SCHEDULE OF CONTRIBUTIONS – CERF
Year Ended December 31, 2016

Actuarial Methods and Assumptions: The actuarially determined contribution rates in the schedule of employers' contributions are calculated as of January 1 of the respective calendar year.

The following actuarial methods and assumptions were used to determine contribution rates reported in the schedule as of December 31, 2015.

Actuarial Cost Method – Entry Age Normal

Amortization Method –

Level percent or dollar	Level percent
Closed, open, or layered periods	Layered
Amortization period	20 years
Amortization growth rate	2.5%

Asset Valuation Method – Actuarial value of assets with 5 years smoothing of gains and losses, subject to a 20% corridor around market value

Investment Rate of Return – 7.5%

Inflation – 2.5%

Compensation Increases – 2.5%, plus merit

Cost of Living Adjustments – 1.0% per annum; 50% cap on initial benefit

Retirement Age – Rates vary by age as shown in Appendix A of the January 1, 2015, Actuarial Valuation Report

Turnover – Select and ultimate rates based on age and service as shown in Appendix A of the January 1, 2015, Actuarial Valuation

Mortality Rates – RP-2000 Combined Mortality projected to 2010 using Scale AA

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – GENERAL FUND
 Year Ended December 31, 2016

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes				
Property taxes	\$ 5,316,676	\$ 5,316,676	\$ 5,279,121	\$ (37,555)
County sales taxes	13,253,800	13,253,800	13,271,771	17,971
Franchise taxes	710,000	710,000	624,382	(85,618)
Other	1,018,088	1,018,088	1,069,982	51,894
	<u>20,298,564</u>	<u>20,298,564</u>	<u>20,245,256</u>	<u>(53,308)</u>
Collector's Commission				
Interest and penalties on delinquent taxes	369,000	369,000	354,981	(14,019)
Collection commissions	2,580,000	2,580,000	2,922,334	342,334
	<u>2,949,000</u>	<u>2,949,000</u>	<u>3,277,315</u>	<u>328,315</u>
Licenses and Permits				
Beverage licenses	200,000	200,000	181,588	(18,412)
Marriage licenses	33,500	33,500	37,275	3,775
Merchant licenses	23,000	23,000	20,875	(2,125)
Other licenses	650	650	730	80
	<u>257,150</u>	<u>257,150</u>	<u>240,468</u>	<u>(16,682)</u>
Intergovernmental Revenues				
Federal	1,202,981	1,202,981	1,208,181	5,200
State	991,754	991,754	1,022,107	30,353
Other	538,177	538,177	503,604	(34,573)
	<u>2,732,912</u>	<u>2,732,912</u>	<u>2,733,892</u>	<u>980</u>
Fees and Charges				
Court	337,000	337,000	236,695	(100,305)
Judicial facility fee	120,000	120,000	97,238	(22,762)
County clerk	94,750	94,750	116,602	21,852
Collector fees	60,000	60,000	41,592	(18,408)
Recorder of deeds	1,100,000	1,100,000	1,124,474	24,474
Sheriff fees	6,186,200	6,186,200	5,614,511	(571,689)
Building and planning	581,000	581,000	707,634	126,634
Circuit clerk fees	110,000	110,000	121,736	11,736
Public administrator fees	400,000	400,000	366,219	(33,781)
Other	454,020	454,020	530,885	76,865
	<u>9,442,970</u>	<u>9,442,970</u>	<u>8,957,586</u>	<u>(485,384)</u>
Other				
Interest income	255,000	255,000	308,639	53,639
Sale of surplus property	80,250	80,250	27,929	(52,321)
Miscellaneous	475,673	475,673	439,308	(36,365)
	<u>810,923</u>	<u>810,923</u>	<u>775,876</u>	<u>(35,047)</u>
TOTAL REVENUES	36,491,519	36,491,519	36,230,393	(261,126)

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – GENERAL FUND (continued)
 Year Ended December 31, 2016

	Original Budget	Final Budget	Actual	Variance With Final Budget
EXPENDITURES				
Current				
General Government				
Collector of revenue	570,327	570,327	583,417	(13,090)
Treasurer	191,520	191,520	196,663	(5,143)
Recorder of deeds	405,605	405,605	398,504	7,101
County commission	444,074	444,074	484,294	(40,220)
County administrator	140,096	140,096	145,273	(5,177)
Information systems	2,359,532	2,359,532	2,288,630	70,902
Vehicle service center	832,020	832,020	694,803	137,217
General services	227,782	227,781	232,152	(4,371)
Purchasing	193,604	193,604	202,140	(8,536)
Election and voter registration	862,150	862,150	860,102	2,048
County clerk	326,398	326,398	310,527	15,871
Auditor	383,694	383,694	384,337	(643)
Public information	51,996	51,996	41,056	10,940
Budget office	156,416	156,416	157,447	(1,031)
Human resources	243,927	243,927	244,451	(524)
County operations	2,004,071	2,010,411	1,715,868	294,543
Archives	182,767	182,767	163,205	19,562
Building operations	1,399,541	1,399,541	1,415,764	(16,223)
	10,975,520	10,981,859	10,518,633	463,226
Judicial				
Public administrator	464,187	464,187	451,680	12,507
Circuit court	1,929,384	1,929,384	1,349,444	579,940
Circuit clerk	33,900	33,900	12,239	21,661
Juvenile court	3,275,405	3,275,405	2,746,471	528,934
Pre-trial services	151,869	158,897	139,666	19,231
Juvenile detention	771,548	771,548	767,564	3,984
Juvenile grants	410,246	410,246	381,207	29,039
Prosecuting attorney	2,783,798	2,783,798	2,787,579	(3,781)
Prosecuting attorney - Title IV-D	957,054	957,054	940,164	16,890
	10,777,391	10,784,419	9,576,014	1,208,405
Public Safety				
Sheriff	5,216,767	5,216,767	5,145,595	71,172
Jail	6,758,852	6,758,851	7,224,601	(465,750)
	11,975,619	11,975,618	12,370,196	(394,578)

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – GENERAL FUND (continued)
 Year Ended December 31, 2016

	Original Budget	Final Budget	Actual	Variance With Final Budget
Public Works				
Emergency management	783,817	783,817	745,555	38,262
Resource management	1,332,732	1,332,732	1,235,530	97,202
	<u>2,116,549</u>	<u>2,116,549</u>	<u>1,981,085</u>	<u>135,464</u>
Health and Welfare				
Medical examiner	570,560	570,560	571,298	(738)
Health department	1,191,352	1,191,352	1,191,352	-
	<u>1,761,912</u>	<u>1,761,912</u>	<u>1,762,650</u>	<u>(738)</u>
Unappropriated Contingency	1,187,693	1,187,693	-	1,187,693
TOTAL EXPENDITURES	<u>38,794,684</u>	<u>38,808,050</u>	<u>36,208,578</u>	<u>2,599,472</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	(2,303,165)	(2,316,531)	21,815	2,338,346
OTHER FINANCING SOURCES (USES)				
Operating transfers in	437,479	443,819	293,525	(150,294)
Operating transfers (out)	(3,381,491)	(3,381,491)	(3,057,246)	324,245
TOTAL OTHER FINANCING SOURCES (USES)	<u>(2,944,012)</u>	<u>(2,937,672)</u>	<u>(2,763,721)</u>	<u>173,951</u>
(DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES)	(5,247,177)	(5,254,203)	(2,741,906)	2,512,297
FUND BALANCE, January 1	<u>13,115,698</u>	<u>26,378,045</u>	<u>26,378,045</u>	<u>-</u>
FUND BALANCE, December 31	<u>\$ 7,868,521</u>	<u>\$ 21,123,842</u>	<u>\$ 23,636,139</u>	<u>\$ 2,512,297</u>

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – ROAD AND BRIDGE FUND
 Year Ended December 31, 2016

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 22,900,194	\$ 22,900,194	\$ 23,292,657	\$ 392,463
Intergovernmental revenue	3,600,000	3,600,000	3,639,753	39,753
Fees and charges	441,000	441,000	765,692	324,692
Interest	150,000	150,000	147,511	(2,489)
Other revenues	138,475	138,475	127,198	(11,277)
TOTAL REVENUES	<u>27,229,669</u>	<u>27,229,669</u>	<u>27,972,811</u>	<u>743,142</u>
EXPENDITURES				
Road and bridge	<u>28,075,523</u>	<u>28,075,523</u>	<u>22,697,800</u>	<u>5,377,723</u>
TOTAL EXPENDITURES	<u>28,075,523</u>	<u>28,075,523</u>	<u>22,697,800</u>	<u>5,377,723</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES				
	(845,854)	(845,854)	5,275,011	6,120,865
OTHER FINANCING (USES)				
Operating transfers (out)	<u>(6,050)</u>	<u>(6,050)</u>	<u>(6,050)</u>	<u>-</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES AND OTHER (USES)				
	(851,904)	(851,904)	5,268,961	6,120,865
FUND BALANCE, January 1	<u>14,832,374</u>	<u>22,677,905</u>	<u>22,677,905</u>	<u>-</u>
FUND BALANCE, December 31	<u><u>\$ 13,980,470</u></u>	<u><u>\$ 21,826,001</u></u>	<u><u>\$ 27,946,866</u></u>	<u><u>\$ 6,120,865</u></u>

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – LAW ENFORCEMENT SALES TAX I FUND
 Year Ended December 31, 2016

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 13,155,600	\$ 13,155,600	\$ 13,260,575	\$ 104,975
Intergovernmental	65,272	65,272	24,941	(40,331)
TOTAL REVENUES	13,220,872	13,220,872	13,285,516	64,644
EXPENDITURES				
Current				
Public safety	13,920,946	13,920,946	13,877,821	43,125
TOTAL EXPENDITURES	13,920,946	13,920,946	13,877,821	43,125
(DEFICIT) OF REVENUES OVER EXPENDITURES	(700,074)	(700,074)	(592,305)	107,769
OTHER FINANCING SOURCES				
Operating transfers in	700,074	700,074	412,641	(287,433)
TOTAL OTHER FINANCING SOURCES	700,074	700,074	412,641	(287,433)
(DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	-	-	(179,664)	(179,664)
FUND BALANCE, January 1	-	2,032,727	2,032,727	-
FUND BALANCE, December 31	\$ -	\$ 2,032,727	\$ 1,853,063	\$ (179,664)

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – LAW ENFORCEMENT SALES TAX II FUND
 Year Ended December 31, 2016

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 6,577,800	\$ 6,577,800	\$ 6,630,287	\$ 52,487
Intergovernmental	100,000	100,000	80,881	(19,119)
Interest	9,800	9,800	21,463	11,663
Other	-	-	11,474	11,474
TOTAL REVENUES	6,687,600	6,687,600	6,744,105	56,505
EXPENDITURES				
Current				
Public safety	5,734,060	5,734,060	5,546,928	187,132
TOTAL EXPENDITURES	5,734,060	5,734,060	5,546,928	187,132
EXCESS OF REVENUES OVER EXPENDITURES				
	953,540	953,540	1,197,177	243,637
OTHER FINANCING (USES)				
Operating transfers (out)	(937,460)	(937,460)	(937,460)	-
TOTAL OTHER FINANCING (USES)	(937,460)	(937,460)	(937,460)	-
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER (USES)				
	16,080	16,080	259,717	243,637
FUND BALANCE, January 1	4,188,706	3,686,240	3,686,240	-
FUND BALANCE, December 31	\$ 4,204,786	\$ 3,702,320	\$ 3,945,957	\$ 243,637

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – PARK SALES TAX FUND
 Year Ended December 31, 2016

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 12,715,045	\$ 12,715,045	\$ 12,738,692	\$ 23,647
Interest	1,600	1,600	739	(861)
TOTAL REVENUES	<u>12,716,645</u>	<u>12,716,645</u>	<u>12,739,431</u>	<u>22,786</u>
EXPENDITURES				
Parks	<u>12,180,119</u>	<u>12,180,119</u>	<u>12,089,993</u>	<u>90,126</u>
TOTAL EXPENDITURES	<u>12,180,119</u>	<u>12,180,119</u>	<u>12,089,993</u>	<u>90,126</u>
EXCESS OF REVENUES OVER EXPENDITURES	536,526	536,526	649,438	112,912
OTHER FINANCING (USES)				
Operating transfers (out)	<u>(621,926)</u>	<u>(621,926)</u>	<u>(622,406)</u>	<u>(480)</u>
TOTAL OTHER FINANCING (USES)	<u>(621,926)</u>	<u>(621,926)</u>	<u>(622,406)</u>	<u>(480)</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES AND OTHER (USES)	(85,400)	(85,400)	27,032	112,432
FUND BALANCE, January 1	<u>456,730</u>	<u>2,375,928</u>	<u>2,375,928</u>	<u>-</u>
FUND BALANCE, December 31	<u><u>\$ 371,330</u></u>	<u><u>\$ 2,290,528</u></u>	<u><u>\$ 2,402,960</u></u>	<u><u>\$ 112,432</u></u>

GREENE COUNTY, MISSOURI
NOTE TO BUDGETARY COMPARISON SCHEDULES
Year Ended December 31, 2016

Budgets and Budgetary Accounting

The County utilizes the following procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to September 1, Budget Administration submits to the County Commission a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditure plans for all fund types and the proposed means of financing them.
2. One public hearing is conducted by the County Commission in late November or early December to obtain taxpayers' comments on the proposed budget.
3. Prior to January 10 in even years or January 31 in odd years, appropriation orders are passed by the County Commission which provide for legally adopted budgets for all funds of the County.
4. The County operates on a program performance budget system, with legally adopted budgets prepared by fund, program and department. The level of budgetary control is at the department level. The County's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the County Commission.
5. Formal budgetary integration is employed as a management control device for all funds of the County.
6. Budgets for the General and Special Revenue Funds are adopted on a basis consistent with GAAP. Budgeted amounts may be amended during the year by the County Commission.

OTHER FINANCIAL INFORMATION

GREENE COUNTY, MISSOURI
 COMBINING BALANCE SHEET – NON-MAJOR GOVERNMENTAL FUNDS
 December 31, 2016

	Special Revenue Funds							
	Recorder's	Assessment	E-911	Senior	Greene County	Real Property	31st Judicial	Sheriff
	User	Fund	Fund	Services	Sewer District	Improvement	Circuit Surcharge	K-9
	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund
ASSETS								
Cash and investments	\$ 962,839	\$ 3,846,262	\$ 2,810,846	\$ 1,826,884	\$ 266,085	\$ 1,389,283	\$ 9,473	\$ 69,383
Taxes receivable, net	-	-	1,035,089	2,135,744	-	-	-	-
Special assessments receivable	-	-	-	-	646,125	-	-	-
Other accounts receivable	563	1,350	4,567	2,824	-	-	5,507	-
Due from other governments	-	1,652,279	-	-	-	-	-	-
Restricted cash and investments	-	-	300,000	-	-	-	-	-
TOTAL ASSETS	\$ 963,402	\$ 5,499,891	\$ 4,150,502	\$ 3,965,452	\$ 912,210	\$ 1,389,283	\$ 14,980	\$ 69,383
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)								
Liabilities								
Accounts payable	\$ 1,250	\$ 66,472	\$ 497,792	\$ 90,639	\$ -	\$ 703,026	\$ -	\$ 34,433
Accrued expenses	-	50,245	-	-	-	-	-	-
Due to other funds	-	-	-	-	121,841	491,002	-	-
TOTAL LIABILITIES	1,250	116,717	497,792	90,639	121,841	1,194,028	-	34,433
Deferred Inflows of Resources								
Deferred special assessments	-	-	-	-	646,125	-	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	646,125	-	-	-
FUND BALANCES (DEFICITS)								
Restricted for:								
Elections	-	-	-	-	-	-	-	-
Judicial	-	-	-	-	-	-	14,980	-
Public safety	-	-	3,352,710	-	-	-	-	34,950
Health and welfare	-	-	-	-	-	-	-	-
Senior services	-	-	-	3,874,813	-	-	-	-
Tax maintenance	-	-	-	-	-	-	-	-
Recorder	962,152	-	-	-	-	-	-	-
Sewer district	-	-	-	-	144,244	-	-	-
Capital projects	-	-	-	-	-	195,255	-	-
Committed to:								
Equipment reserves	-	-	300,000	-	-	-	-	-
Assigned to:								
Courthouse administration	-	-	-	-	-	-	-	-
Assessment	-	5,383,174	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
TOTAL FUND BALANCES (DEFICITS)	962,152	5,383,174	3,652,710	3,874,813	144,244	195,255	14,980	34,950
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	\$ 963,402	\$ 5,499,891	\$ 4,150,502	\$ 3,965,452	\$ 912,210	\$ 1,389,283	\$ 14,980	\$ 69,383

GREENE COUNTY, MISSOURI
 COMBINING BALANCE SHEET – NON-MAJOR GOVERNMENTAL FUNDS (continued)
 December 31, 2016

	Special Revenue Funds						
	Shelter For Victims Fund	Court Office Supply Fund	Pass Through Grant Fund	Courthouse Administration Fund	Sheriff DARE Fund	Drug Court Fund	Election Services Fund
ASSETS							
Cash and investments	\$ 52,131	\$ 102,247	\$ -	\$ 242	\$ 9,406	\$ 660,664	\$ 431,408
Taxes Receivable, net	-	-	-	-	-	-	-
Special assessments receivable	-	-	-	-	-	-	-
Other accounts receivable	1,658	-	-	-	-	130,273	-
Due from other governments	-	-	52,250	-	-	-	-
Restricted cash and investments	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 53,789	\$ 102,247	\$ 52,250	\$ 242	\$ 9,406	\$ 790,937	\$ 431,408
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)							
Liabilities							
Accounts payable	\$ -	\$ -	\$ 52,250	\$ -	\$ -	\$ 34,158	\$ 94
Accrued expenses	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
TOTAL LIABILITIES	-	-	52,250	-	-	34,158	94
Deferred Inflows of Resources							
Deferred special assessments	-	-	-	-	-	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS)							
Restricted for:							
Elections	-	-	-	-	-	-	431,314
Judicial	-	102,247	-	-	-	756,779	-
Public safety	-	-	-	-	9,406	-	-
Health and welfare	53,789	-	-	-	-	-	-
Senior services	-	-	-	-	-	-	-
Tax maintenance	-	-	-	-	-	-	-
Recorder	-	-	-	-	-	-	-
Sewer district	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-
Committed to:							
Equipment reserves	-	-	-	-	-	-	-
Assigned to:							
Courthouse administration	-	-	-	242	-	-	-
Assessment	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
TOTAL FUND BALANCES (DEFICITS)	53,789	102,247	-	242	9,406	756,779	431,314
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	\$ 53,789	\$ 102,247	\$ 52,250	\$ 242	\$ 9,406	\$ 790,937	\$ 431,408

GREENE COUNTY, MISSOURI
 COMBINING BALANCE SHEET – NON-MAJOR GOVERNMENTAL FUNDS (continued)
 December 31, 2016

	Special Revenue Funds						
	Sheriff Forfeiture Fund	Inmate Security Fund	Juvenile Incentive Fund	Juvenile Domestic Relations Outreach Fund	LEPC Fund	Prosecuting Attorney Handling Cost Fund	Prosecuting Attorney Delinquent Tax Fund
ASSETS							
Cash and investments	\$ 67,485	\$ 167,886	\$ 9,126	\$ 1,863	\$ 14,092	\$ 149,752	\$ 134,611
Taxes receivable, net	-	-	-	-	-	-	-
Special assessments receivable	-	-	-	-	-	-	-
Other accounts receivable	2,593	30,463	-	-	-	15,728	4,328
Due from other governments	-	-	-	-	-	-	-
Restricted cash and investments	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 70,078	\$ 198,349	\$ 9,126	\$ 1,863	\$ 14,092	\$ 165,480	\$ 138,939
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)							
Liabilities							
Accounts payable	\$ 6,809	\$ 9,313	\$ -	\$ -	\$ 396	\$ 5,524	\$ 12,032
Accrued expenses	-	10,367	-	-	-	1,449	-
Due to other funds	-	-	-	-	-	-	-
TOTAL LIABILITIES	6,809	19,680	-	-	396	6,973	12,032
Deferred Inflows of Resources							
Deferred special assessments	-	-	-	-	-	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS)							
Restricted for:							
Elections	-	-	-	-	-	-	-
Judicial	-	-	9,126	1,863	-	158,507	126,907
Public safety	63,269	178,669	-	-	13,696	-	-
Health and welfare	-	-	-	-	-	-	-
Senior services	-	-	-	-	-	-	-
Tax maintenance	-	-	-	-	-	-	-
Recorder	-	-	-	-	-	-	-
Sewer district	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-
Committed to:							
Equipment reserves	-	-	-	-	-	-	-
Assigned to:							
Courthouse administration	-	-	-	-	-	-	-
Assessment	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
TOTAL FUND BALANCES (DEFICITS)	63,269	178,669	9,126	1,863	13,696	158,507	126,907
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	\$ 70,078	\$ 198,349	\$ 9,126	\$ 1,863	\$ 14,092	\$ 165,480	\$ 138,939

GREENE COUNTY, MISSOURI
 COMBINING BALANCE SHEET – NON-MAJOR GOVERNMENTAL FUNDS (continued)
 December 31, 2016

	Special Revenue Funds								Total
	Prosecuting Attorney Training Fund	POST Commission Fund	Sheriff Federal Grants Fund	Sheriff Revolving Fund	Sheriff Training Fund	Sheriff Fee Fund	Special Election Fund	Collector Tax Maintenance Fund	
ASSETS									
Cash and investments	\$ 5,313	\$ 10,748	\$ -	\$ 346,073	\$ 19,072	\$ 28,836	\$ 37,230	\$ 336,347	\$ 13,765,587
Taxes receivable, net	-	-	-	-	-	-	-	-	3,170,833
Special assessments receivable	-	-	-	-	-	-	-	-	646,125
Other accounts receivable	289	-	15,010	5,320	1,144	-	11,484	15,197	248,298
Due from other governments	-	-	-	-	-	-	-	-	1,704,529
Restricted cash and investments	-	-	-	-	-	-	-	-	300,000
TOTAL ASSETS	\$ 5,602	\$ 10,748	\$ 15,010	\$ 351,393	\$ 20,216	\$ 28,836	\$ 48,714	\$ 351,544	\$ 19,835,372
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)									
Liabilities									
Accounts payable	\$ -	\$ 750	\$ 3,896	\$ 59,536	\$ 1,252	\$ 4,551	\$ 46,516	\$ 25,124	\$ 1,655,813
Accrued expenses	-	-	2,932	6,273	-	-	-	4,523	75,788
Due to other funds	-	-	76,527	-	-	-	-	-	689,371
TOTAL LIABILITIES	-	750	83,355	65,809	1,252	4,551	46,516	29,647	2,420,972
Deferred Inflows of Resources									
Deferred special assessments	-	-	-	-	-	-	-	-	646,125
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	646,125
FUND BALANCES (DEFICITS)									
Restricted for:									
Elections	-	-	-	-	-	-	2,198	-	433,512
Judicial	5,602	-	-	-	-	-	-	-	1,176,011
Public safety	-	9,998	-	285,584	18,964	24,285	-	-	3,967,246
Health and welfare	-	-	-	-	-	-	-	-	53,789
Senior services	-	-	-	-	-	-	-	-	3,874,813
Tax maintenance	-	-	-	-	-	-	-	321,897	321,897
Recorder	-	-	-	-	-	-	-	-	962,152
Sewer district	-	-	-	-	-	-	-	-	144,244
Capital projects	-	-	-	-	-	-	-	-	195,255
Committed to:									
Equipment reserves	-	-	-	-	-	-	-	-	300,000
Assigned to:									
Courthouse administration	-	-	-	-	-	-	-	-	242
Assessment	-	-	-	-	-	-	-	-	5,383,174
Unassigned	-	-	(68,345)	-	-	-	-	-	(44,060)
TOTAL FUND BALANCES (DEFICITS)	5,602	9,998	(68,345)	285,584	18,964	24,285	2,198	321,897	16,768,275
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	\$ 5,602	\$ 10,748	\$ 15,010	\$ 351,393	\$ 20,216	\$ 28,836	\$ 48,714	\$ 351,544	\$ 19,835,372

GREENE COUNTY, MISSOURI
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – NON-MAJOR GOVERNMENTAL FUNDS
 Year Ended December 31, 2016

	Special Revenue Funds							
	Recorder's User Fund	Assessment Fund	E-911 Fund	Senior Services Fund	Greene County Sewer District Fund	Real Property Improvement Fund	31st Judicial Circuit Surcharge Fund	Sheriff K-9 Fund
REVENUES								
Taxes	\$ -	\$ -	\$ 6,366,629	\$ 2,332,811	\$ 253,918	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	-	-	-	-	-
Fees and charges	165,648	2,200,754	-	-	-	-	67,083	73,600
Interest	6,440	23,691	22,803	30,049	-	144	208	-
Other	-	-	4,613	40,000	-	-	-	-
TOTAL REVENUES	172,088	2,224,445	6,394,045	2,402,860	253,918	144	67,291	73,600
EXPENDITURES								
Current								
General government	53,896	1,942,533	-	-	-	-	-	-
Judicial	-	-	-	-	-	-	-	-
Public safety	-	-	5,115,662	-	-	-	-	43,315
Health and welfare	-	-	-	2,416,385	-	-	-	-
Debt service	-	-	-	-	138,023	-	-	-
Capital outlay	-	-	-	-	-	1,888,757	-	-
TOTAL EXPENDITURES	53,896	1,942,533	5,115,662	2,416,385	138,023	1,888,757	-	43,315
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	118,192	281,912	1,278,383	(13,525)	115,895	(1,888,613)	67,291	30,285
OTHER FINANCING SOURCES (USES)								
Operating transfers in (out)	-	-	(676,440)	-	-	1,074,473	(135,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	(676,440)	-	-	1,074,473	(135,000)	-
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES)	118,192	281,912	601,943	(13,525)	115,895	(814,140)	(67,709)	30,285
FUND BALANCE (DEFICIT), January 1	843,960	5,101,262	3,050,767	3,888,338	28,349	1,009,395	82,689	4,665
FUND BALANCE (DEFICIT), December 31	\$ 962,152	\$ 5,383,174	\$ 3,652,710	\$ 3,874,813	\$ 144,244	\$ 195,255	\$ 14,980	\$ 34,950

GREENE COUNTY, MISSOURI
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – NON-MAJOR GOVERNMENTAL FUNDS
 (continued)
 Year Ended December 31, 2016

	Special Revenue Funds						
	Shelter For Victims Fund	Court Office Supply Fund	Pass Through Grant Fund	Courthouse Administration Fund	Sheriff DARE Fund	Drug Court Fund	Election Services Fund
REVENUES							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	168,655	-	2,100	118,635	-
Fees and charges	46,734	74,332	-	-	-	543,667	285,824
Interest	69	6,292	-	-	-	1,244	598
Other	1,584	-	-	411	-	-	-
TOTAL REVENUES	48,387	80,624	168,655	411	2,100	663,546	286,422
EXPENDITURES							
Current							
General government	-	-	168,655	236	-	-	108,027
Judicial	-	59,393	-	-	-	600,143	-
Public safety	-	-	-	-	6,750	-	-
Health and welfare	48,000	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
TOTAL EXPENDITURES	48,000	59,393	168,655	236	6,750	600,143	108,027
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	387	21,231	-	175	(4,650)	63,403	178,395
OTHER FINANCING SOURCES (USES)							
Operating transfers in (out)	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-	-	-
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES)	387	21,231	-	175	(4,650)	63,403	178,395
FUND BALANCE (DEFICIT), January 1	53,402	81,016	-	67	14,056	693,376	252,919
FUND BALANCE (DEFICIT), December 31	\$ 53,789	\$ 102,247	\$ -	\$ 242	\$ 9,406	\$ 756,779	\$ 431,314

GREENE COUNTY, MISSOURI
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – NON-MAJOR GOVERNMENTAL FUNDS
 (continued)
 Year Ended December 31, 2016

	Special Revenue Funds						
	Sheriff Forfeiture Fund	Inmate Security Fund	Juvenile Incentive Fund	Juvenile Domestic Relations Outreach Fund	LEPC Fund	Prosecuting Attorney Handling Cost Fund	Prosecuting Attorney Delinquent Tax Fund
REVENUES							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	75,947	-	-	-	60,547	12,543	-
Fees and charges	-	458,022	1,000	-	-	55,675	51,878
Interest	111	277	-	-	24	303	219
Other	9,545	-	-	-	680	-	-
TOTAL REVENUES	85,603	458,299	1,000	-	61,251	68,521	52,097
EXPENDITURES							
Current							
General government	-	-	-	-	-	-	-
Judicial	-	-	2,068	-	-	61,945	28,600
Public safety	68,507	410,473	-	-	61,210	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
TOTAL EXPENDITURES	68,507	410,473	2,068	-	61,210	61,945	28,600
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	17,096	47,826	(1,068)	-	41	6,576	23,497
OTHER FINANCING SOURCES (USES)							
Operating transfers in (out)	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-	-	-
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES)	17,096	47,826	(1,068)	-	41	6,576	23,497
FUND BALANCE (DEFICIT), January 1	46,173	130,843	10,194	1,863	13,655	151,931	103,410
FUND BALANCE (DEFICIT), December 31	\$ 63,269	\$ 178,669	\$ 9,126	\$ 1,863	\$ 13,696	\$ 158,507	\$ 126,907

GREENE COUNTY, MISSOURI
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – NON-MAJOR GOVERNMENTAL FUNDS
 (continued)
 Year Ended December 31, 2016

	Special Revenue Funds								Total
	Prosecuting Attorney Training Fund	POST Commission Fund	Sheriff Federal Grants Fund	Sheriff Revolving Fund	Sheriff Training Fund	Sheriff Fee Fund	Special Election Fund	Collector Tax Maintenance Fund	
REVENUES									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,953,358
Intergovernmental revenues	-	-	120,710	4,522	-	-	-	-	563,659
Fees and charges	3,752	6,643	-	459,457	19,309	50,000	833,261	347,063	5,743,702
Interest	-	-	-	586	-	-	-	822	93,880
Other	-	-	-	-	-	7,437	-	-	64,270
TOTAL REVENUES	3,752	6,643	120,710	464,565	19,309	57,437	833,261	347,885	15,418,869
EXPENDITURES									
Current									
General government	-	-	-	-	-	-	837,320	253,653	3,364,320
Judicial	5,395	-	-	-	-	-	-	-	757,544
Public safety	-	1,252	171,883	411,628	8,463	45,832	-	-	6,344,975
Health and welfare	-	-	-	-	-	-	-	-	2,464,385
Debt service	-	-	-	-	-	-	-	-	138,023
Capital outlay	-	-	-	-	-	-	-	-	1,888,757
TOTAL EXPENDITURES	5,395	1,252	171,883	411,628	8,463	45,832	837,320	253,653	14,958,004
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	(1,643)	5,391	(51,173)	52,937	10,846	11,605	(4,059)	94,232	460,865
OTHER FINANCING SOURCES (USES)									
Operating transfers in (out)	-	-	-	-	-	-	-	(181,521)	81,512
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-	-	-	(181,521)	81,512
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES)	(1,643)	5,391	(51,173)	52,937	10,846	11,605	(4,059)	(87,289)	542,377
FUND BALANCE (DEFICIT), January 1	7,245	4,607	(17,172)	232,647	8,118	12,680	6,257	409,186	16,225,898
FUND BALANCE, (DEFICIT) December 31	\$ 5,602	\$ 9,998	\$ (68,345)	\$ 285,584	\$ 18,964	\$ 24,285	\$ 2,198	\$ 321,897	\$ 16,768,275

OTHER REPORTING REQUIREMENTS



**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**

Greene County Commission
Greene County, Missouri
Springfield, 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, each major fund, and the aggregate remaining fund information of Greene County, Missouri, as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise Greene County, Missouri's basic financial statements, and have issued our report thereon, dated June 16, 2017.

Internal Control over Financial Reporting

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

Greene County Commission
Greene County, Missouri
Springfield, Missouri

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 may exist that have not been identified.

Compliance and Other Matters

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

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.

KPM CPAs, PC

KPM CPAs PC
Springfield, Missouri
June 16, 2017



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

Greene County Commission
Greene County, Missouri
Springfield, Missouri

Report on Compliance for Each Major Federal Program

We have audited Greene County, Missouri's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on its major federal program for the year ended December 31, 2016. Greene County, Missouri's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal program.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for Greene County, Missouri's major federal program based on our audit of the types of compliance requirements referred to above. 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Greene County, Missouri's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal program. However, our audit does not provide a legal determination on Greene County, Missouri's compliance.

Opinion on Each Major Federal Program

In our opinion, Greene County, Missouri, complied, in all material respects, with the types of requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2016.

Report on Internal Control over Compliance

Management of Greene County, Missouri, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Greene County, Missouri's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Greene County, Missouri's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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.

KPM CPAS, PC

KPM CPAS, PC
Springfield, Missouri
June 16, 2017

GREENE COUNTY, MISSOURI
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended December 31, 2016

Federal Grantor Pass Through Grantor/ Program Title	Federal CFDA Number	Pass-through Grantor's Number/ Identifying number	Pass-through to Subrecipients	Federal Expenditures
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
Missouri Department of Health and Senior Services				
Child and Adult Care Food Program	10.558	ERS46112502	\$ -	\$ 5,346
Child Nutrition Cluster				
Summer Food Service Program	10.559	ERS0462502S	-	2,060
Department of Elementary and Secondary Education				
Child Nutrition Cluster				
National School Breakfast Program	10.553	2015IN109943	-	2,786
		2016IN109943	-	2,348
National School Lunch Program	10.555	2015IN109943	-	8,163
		2016IN109943	-	7,214
			<u>-</u>	<u>22,571</u>
TOTAL CHILD NUTRITION CLUSTER				-
TOTAL U.S. DEPARTMENT OF AGRICULTURE				27,917
<u>U.S. DEPARTMENT OF JUSTICE</u>				
Direct				
Cooperative Agreement	16.000	N/A	-	26,129
Equitable Sharing of Seized Property	16.000	MO0390000	-	61,698
Missouri Department of Public Safety				
Crime Victim Assistance	16.575	2016-VOCS-115-MO	-	12,543
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2015-JAG-009	93,274	93,274
		2014-JAG-010	97,776	97,776
City of Springfield				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2615-DJ-BX-0997	-	60,580
			<u>191,050</u>	<u>251,630</u>
TOTAL U.S. DEPARTMENT OF JUSTICE				191,050
TOTAL U.S. DEPARTMENT OF JUSTICE				352,000
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
Direct				
Substance Abuse and Mental Health Services	93.243	1H79TI025012-01	-	118,635
Missouri Department of Social Services				
Child Support Enforcement	93.563	ER10214C034	-	602,718
Office of the State Court Administrator				
State Court Improvement Program	93.586	OSCA 08-075-69	-	549
			<u>-</u>	<u>549</u>
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				-
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				721,902

GREENE COUNTY, MISSOURI
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)
Year Ended December 31, 2016

Federal Grantor Pass Through Grantor/ Program Title	Federal CFDA Number	Pass-through Grantor's Number/ Identifying number	Pass-through to Subrecipients	Federal Expenditures
<u>U.S. ELECTION ASSISTANCE COMMISSION</u>				
Missouri Office of the Secretary of State				
Help America Vote Act Requirements Payments	90.401	N/A	-	25,815
TOTAL U.S. ELECTION ASSISTANCE COMMISSION			-	25,815
<u>EXECUTIVE OFFICE OF THE PRESIDENT</u>				
Missouri Department of Public Safety				
High Intensity Drug Trafficking Program	95.001	G16MW0001A-J	-	55,200
	95.001	G15MW0001A-J	-	15,719
TOTAL EXECUTIVE OFFICE OF THE PRESIDENT			-	70,919
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>				
Missouri State University				
Homeland Security Grant Program	97.067	EMW-2016-SS-0049	-	12,321
		EMW-2015-SS-00020-S01-018	-	17,788
			-	30,109
State Emergency Management Agency				
Emergency Management Performance Grants	97.042	EMW-2016-EP-00004-042	-	264,635
Disaster Mitigation	97.036	FEMA-4250-DR-MO	-	113,671
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY			-	408,415
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>				
Missouri Department of Transportation				
Highway Planning and Construction Grant	20.205	STP-5909(802)	-	569,926
	20.205	BRO-039(32)	-	224,737
	20.205	BRO-039(33)	-	379,569
	20.205	BRO-039(34)	-	594,850
	20.205	GWZEC02Z	-	435
			-	1,769,517
Missouri Division of Highway Safety				
Alcohol Open Container Requirements	20.607	17-154-AL-027	-	6,780
	20.607	17-154-AL-026	-	6,526
	20.607	16-154-AL-048	-	39,352
	20.607	16-154-AL-045	-	72,439
	20.607	16-154-AL-046	-	24,222
University of Central Missouri				
Alcohol Open Container Requirements	20.607	16-154-AL-141	-	5,162
			-	154,481

GREENE COUNTY, MISSOURI
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)
Year Ended December 31, 2016

Federal Grantor Pass Through Grantor/ Program Title	Federal CFDA Number	Pass-through Grantor's Number/ Identifying number	Pass-through to Subrecipients	Federal Expenditures
Missouri Department of Transportation				
Highway Safety Cluster				
State and Community Highway Safety	20.600	17-PT-02-110	-	17,213
	20.600	17-PT-02-131	-	5,457
	20.600	16-PT-02-057	-	37,487
	20.600	16-PT-02-056	-	46,656
			-	106,813
National Priority Safety Programs	20.616	17-M5HVE-03-004	-	17,178
	20.616	17-M2HVE-05-020	-	1,650
University of Central Missouri				
Highway Safety Cluster				
National Priority Safety Programs	20.616	17-M2HVE-03-022	-	1,499
	20.616	16-M2HVE-05-002	-	168
	20.616	16-M2HVE-05-001	-	402
	20.616	16-M2HVE-05-020	-	475
			-	21,372
		Total Highway Safety Cluster	-	128,185
State Emergency Management Agency				
Interagency Hazardous Materials Public Sector Training and Planning Grants (B)	20.703	HM-HMP-0521-15-01	-	41,537
TOTAL U.S. DEPARTMENT OF TRANSPORTATION			-	2,093,720
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 191,050	\$ 3,700,688

N/A - Not Applicable

GREENE COUNTY, MISSOURI
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended December 31, 2016

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the “Schedule”) includes the federal award activity of Greene County under programs of the federal government for the year ended December 31, 2016. 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 Greene County, it is not intended to and does not present the financial position, changes in net position, or cash flows of Greene County.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual 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. Greene County is not using the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

NOTE C – SUBRECIPIENTS

Greene County provided funds to subrecipients in the current year:

Combined Ozarks Multi-Jurisdictional Enforcement Team		
Edward Byrne Memorial Justice Assistance Grant Program	16,738	<u>\$ 191,050</u>

GREENE COUNTY, MISSOURI
SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2016

Section I – Summary of Audit 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 weakness(es) identified? _____ yes X no
- Significant deficiency(ies) identified: _____ yes X none reported

Noncompliance material to financial statements noted?

_____ yes X no

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? _____ yes X no
- Significant deficiency(ies) identified: _____ yes X none reported

Type of auditor’s report issued on compliance for the major federal program:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

_____ yes X no

Identification of the major federal program:

CFDA Number(s)
20.205

Name of Federal Program or Cluster
Highway Planning and Construction Grant

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

\$ 750,000

Auditee qualified as low-risk auditee?

 X yes _____ no

Section II – Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None

GREENE COUNTY, MISSOURI
SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended December 31, 2016

There were no prior audit findings.