

**GREENE COUNTY, MISSOURI**  
**BASIC FINANCIAL STATEMENTS**  
**Year Ended December 31, 2017**

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## **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, 2017, 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.

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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, 2017, 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, 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 22, 2018, 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 22, 2018

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
GREENE COUNTY, MISSOURI  
DECEMBER 31, 2017**

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, 2017. 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 \$3,830,212 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, 2017, by \$289.5 million (net position). Of this amount, \$93 million was unrestricted and may be used to meet future obligations of the County.
- Total long-term liabilities of the County decreased by \$492,376.

***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, 2017**

***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, 2017 and 2016:

	<u>Total December 31, 2017</u>	<u>Total December 31, 2016</u>
Assets		
Current and other assets	\$ 81,978,598	\$ 83,516,342
Special assessment taxes receivable	9,735,020	10,080,106
Net pension asset	10,646,864	6,908,737
Capital assets	<u>234,753,435</u>	<u>228,556,065</u>
<b>TOTAL ASSETS</b>	<b>337,113,917</b>	<b>329,061,250</b>

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
GREENE COUNTY, MISSOURI  
DECEMBER 31, 2017**

**NET POSITION (continued)**

	<u>Total December 31, 2017</u>	<u>Total December 31, 2016</u>
Deferred Outflow of Resources		
Deferred pension outflows	15,134,548	18,444,178
Deferred charges on refunding	<u>1,686,996</u>	<u>1,807,496</u>
TOTAL DEFERRED OUTFLOW OF RESOURCES	16,821,544	20,251,674
Liabilities		
Other liabilities	8,542,152	8,367,355
Long-term liabilities outstanding	<u>53,814,597</u>	<u>54,306,973</u>
TOTAL LIABILITIES	62,356,749	62,674,328
Deferred Inflow of Resources		
Deferred pension inflows	<u>2,071,200</u>	<u>961,296</u>
Net Position		
Net investment in capital assets	195,538,512	186,450,833
Restricted	1,362,159	1,486,112
Unrestricted	<u>92,606,841</u>	<u>97,740,355</u>
TOTAL NET POSITION	<u>\$ 289,507,512</u>	<u>\$ 285,677,300</u>

Total net position of the County increased by \$3,830,212 for the year due to current year activity. Total liabilities for the County have decreased by \$317,579. Restricted net position of the County totaled \$1,362,159 as of December 31, 2017. 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, 2017**

**CHANGES IN NET POSITION**

	<u>Total Year Ended December 31, 2017</u>	<u>Total Year Ended December 31, 2016</u>
<b>REVENUES</b>		
Program Revenues		
Charges for services	\$ 18,750,471	\$ 18,824,865
Operating grants and contributions	3,497,055	3,770,975
Capital grants and contributions	2,292,178	3,655,738
General Revenues		
Ad valorem taxes	15,471,160	12,879,507
Sales taxes	65,922,972	65,539,725
Franchise fees	514,086	624,382
Surtax	2,026,799	2,011,387
Motor vehicle and gas taxes	3,748,882	3,707,018
Special assessment taxes	84,375	149,991
Other taxes	136,974	104,887
Interest	781,919	618,835
Other revenue	520,112	446,490
<b>TOTAL REVENUES</b>	<u>113,746,983</u>	<u>112,333,800</u>
<b>EXPENSES</b>		
General government	14,785,243	14,346,781
Judicial	11,673,234	11,225,002
Public safety	41,741,612	41,665,177
Public works	2,101,030	2,071,431
Health and welfare	4,427,570	4,307,347
Highways and roads	21,406,188	18,557,568
Parks	12,258,255	12,155,728
Debt service	1,523,639	1,755,907
<b>TOTAL EXPENSES</b>	<u>109,916,771</u>	<u>106,084,941</u>
<b>INCREASE IN NET POSITION</b>	<u><u>\$ 3,830,212</u></u>	<u><u>\$ 6,248,859</u></u>

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
GREENE COUNTY, MISSOURI  
DECEMBER 31, 2017**

***Governmental Activities***

Governmental activities increased the net position of the County by \$3,830,212. Tax revenues for the County were \$87.9 million, which represents 77% of the funding of these activities. Program revenues for the functions totaled \$24.5 million or 22% 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	\$ 14,785,243	\$ 6,179,330	42%
Judicial	11,673,234	8,425,486	72%
Public safety	41,741,612	33,521,527	80%
Public works	2,101,030	728,446	35%
Health and welfare	4,427,570	4,377,027	99%
Highways and roads	21,406,188	18,363,357	86%
Parks	12,258,255	12,258,255	99%
Debt service	1,523,639	1,523,639	100%
	<u>\$ 109,916,771</u>	<u>\$ 85,377,067</u>	

***Financial Analysis of the County's Funds***

The combined fund balances of the County's governmental funds as of December 31, 2017, was \$76.2 million. The General Fund decreased by \$1,425,273. The Road and Bridge Fund increased by \$544,578. The Law Enforcement Sales Tax I Fund decreased by \$57,683. The Law Enforcement Sales Tax II Fund decreased by \$354,636. The Park Sales Tax Fund decreased by \$348,018. The Debt Service Fund decreased by \$123,953.

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 Expressway 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 \$324,088 in funding to LEST in 2017.

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. A new source of Environmental funding will begin in 2018 from the General Revenue II sales tax that was approved by voters on November 7, 2017.

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
GREENE COUNTY, MISSOURI  
DECEMBER 31, 2017**

***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 2017 was \$39.9M. Actual expenditures were \$37.3M.

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 \$234.8 million (net of accumulated depreciation) as of December 31, 2017. This represents a \$6,197,370 increase from the prior year.

Significant expenditures for capital assets during 2017 are as follows:

- Infrastructure Assets including Bridges – \$1,446,599 and Roads \$5,018,374
- Dump Trucks and Large Equipment – \$1,250,910
- Vehicle Fleet – \$719,590
- Judicial Building Courtroom & Sprinkler Expansion - \$1,131,346

**Debt**

Total debt of the governmental activities as of December 31, 2017, was \$41.3 million, which is down \$3,798,504 from the prior year. The County made principal payments of \$1,830,000, \$885,000 and \$79,368 on the County's special obligation bonds, limited general obligation bonds, and special assessment debt, respectively. Compensated absences increased by \$106,491.

***Economic Factors and Next Year's Budget***

The 2018 adopted budget reflects an increase in total revenue of .95% of the existing major funds. Sales tax is projected at 3.45% growth above the 2017 projections. With an effective date of April 1, 2018, the new General Revenue II fund is expected to generate \$17M in additional revenue. There is a 1.0% cost of living increase for personnel. Eligible personnel will also see a performance based step increase mid-year. The design of the operations center and jail expansion, along with other projects outlined in the Commission resolution will begin in 2018. It is anticipated by the County that timing for collection of the Jamestown Neighborhood Improvement District assessments may be deficient; therefore a \$631,650 transfer from General Revenue has been budgeted for debt service.

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
GREENE COUNTY, MISSOURI  
DECEMBER 31, 2017**

***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, 2017

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Current	
Cash and investments - unrestricted	\$ 28,777,963
Taxes receivable, net	25,903,814
Commissions receivable	2,486,018
Other accounts receivable	3,756,711
Due from other governments	2,853,476
Restricted cash and investments	18,200,616
Special assessment taxes receivable	9,735,020
Net pension asset	10,646,864
Capital Assets:	
Non-depreciable	8,354,581
Depreciable, net	<u>226,398,854</u>
TOTAL ASSETS	337,113,917
<b>DEFERRED OUTFLOW OF RESOURCES</b>	
Deferred pension outflows	15,134,548
Deferred charges on refunding	<u>1,686,996</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	16,821,544
<b>LIABILITIES</b>	
Current	
Accounts payable	3,383,368
Accrued expenses	2,036,436
Unearned revenue	8,209
Accrued interest payable	227,173
Due to others	216,966
Current maturities of long-term debt	<u>2,670,000</u>
	8,542,152
Noncurrent	
Special obligation bonds payable	21,980,000
Limited general obligation bonds payable, net	13,998,167
Special assessment debt	566,756
Net pension liability	15,177,221
Compensated absences payable	<u>2,092,453</u>
	<u>53,814,597</u>
TOTAL LIABILITIES	62,356,749
<b>DEFERRED INFLOW OF RESOURCES</b>	
Deferred pension inflows	<u>2,071,200</u>
<b>NET POSITION</b>	
Net investment in capital assets	195,538,512
Restricted	1,362,159
Unrestricted	<u>92,606,841</u>
TOTAL NET POSITION	<u>\$ 289,507,512</u>

See accompanying notes.

GREENE COUNTY, MISSOURI  
STATEMENT OF ACTIVITIES  
Year Ended December 31, 2017

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	\$ (14,785,243)	\$ 8,211,336	\$ 394,577	\$ -	\$ (6,179,330)
Judicial	(11,673,234)	1,578,919	1,668,829	-	(8,425,486)
Public safety	(41,741,612)	7,368,981	851,104	-	(33,521,527)
Public works	(2,101,030)	792,959	579,625	-	(728,446)
Health and welfare	(4,427,570)	47,623	2,920	-	(4,377,027)
Highways and roads	(21,406,188)	750,653	-	2,292,178	(18,363,357)
Parks	(12,258,255)	-	-	-	(12,258,255)
Debt service	(1,523,639)	-	-	-	(1,523,639)
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ (109,916,771)</b>	<b>\$ 18,750,471</b>	<b>\$ 3,497,055</b>	<b>\$ 2,292,178</b>	<b>(85,377,067)</b>
		General Revenues:			
					15,471,160
					65,922,972
					514,086
					2,026,799
					1,119,456
					2,629,426
					84,375
					136,974
					781,919
					520,112
				Total General Revenues	89,207,279
				Changes in Net Position	3,830,212
				Net Position, Beginning of year	285,677,300
				Net Position, End of year	\$ 289,507,512

See accompanying notes.



GREENE COUNTY, MISSOURI  
BALANCE SHEET – GOVERNMENTAL FUNDS  
December 31, 2017

	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
<b>ASSETS</b>								
Cash and investments	\$ 3,089,172	\$ 11,176,108	\$ 37,005	\$ 1,767,829	\$ 90,214	\$ -	\$ 12,617,635	\$ 28,777,963
Taxes receivable, net	8,840,449	8,811,234	2,050,870	1,025,435	1,967,757	-	3,208,069	25,903,814
Commissions receivable	2,486,018	-	-	-	-	-	-	2,486,018
Special assessments receivable	-	-	-	-	-	9,168,264	566,756	9,735,020
Other accounts receivable	3,456,122	45,362	-	4,513	-	-	250,714	3,756,711
Due from other funds	2,117,625	57,517	-	-	-	-	-	2,175,142
Due from other governments	662,884	647,157	3,491	14,691	-	-	1,525,253	2,853,476
Restricted cash and investments	4,400,000	9,100,000	-	1,121,563	-	3,279,053	300,000	18,200,616
<b>TOTAL ASSETS</b>	<b>\$ 25,052,270</b>	<b>\$ 29,837,378</b>	<b>\$ 2,091,366</b>	<b>\$ 3,934,031</b>	<b>\$ 2,057,971</b>	<b>\$ 12,447,317</b>	<b>\$ 18,468,427</b>	<b>\$ 93,888,760</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>								
<b>Liabilities</b>								
Accounts payable	\$ 1,446,526	\$ 938,171	\$ 39,287	\$ 105,407	\$ 3,029	\$ -	\$ 850,948	\$ 3,383,368
Accrued expenses	1,150,806	315,685	256,699	237,303	-	-	75,943	2,036,436
Unearned revenue	1,972	-	-	-	-	-	6,237	8,209
Due to other funds	-	-	-	-	-	1,980,129	195,013	2,175,142
Due to others	216,966	-	-	-	-	-	-	216,966
<b>TOTAL LIABILITIES</b>	<b>2,816,270</b>	<b>1,253,856</b>	<b>295,986</b>	<b>342,710</b>	<b>3,029</b>	<b>1,980,129</b>	<b>1,128,141</b>	<b>7,820,121</b>
<b>Deferred Inflows of Resources</b>								
Deferred special assessments	-	-	-	-	-	9,105,029	566,756	9,671,785
Deferred taxes	93,479	92,078	-	-	-	-	-	185,557
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>93,479</b>	<b>92,078</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,105,029</b>	<b>566,756</b>	<b>9,857,342</b>

See accompanying notes.

GREENE COUNTY, MISSOURI  
BALANCE SHEET – GOVERNMENTAL FUNDS (continued)  
December 31, 2017

	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	-	19,391,444	-	-	-	-	-	19,391,444
Elections	-	-	-	-	-	-	476,693	476,693
Judicial	-	-	-	-	-	-	934,127	934,127
Public safety	-	-	1,795,380	2,469,758	-	-	3,977,566	8,242,704
Health and welfare	-	-	-	-	-	-	53,847	53,847
Tax maintenance	-	-	-	-	-	-	380,151	380,151
Recorder	-	-	-	-	-	-	995,295	995,295
Parks	-	-	-	-	2,054,942	-	-	2,054,942
Senior services	-	-	-	-	-	-	3,908,482	3,908,482
Debt service	-	-	-	-	-	1,362,159	-	1,362,159
Sewer district	-	-	-	-	-	-	167,558	167,558
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	-	-	-	1,121,563	-	-	300,000	1,421,563
Assigned to:								
Courthouse administration	-	-	-	-	-	-	527	527
Assessment	-	-	-	-	-	-	5,592,380	5,592,380
Unassigned, reported in:								
General Fund	17,742,521	-	-	-	-	-	-	17,742,521
Special Revenue Funds	-	-	-	-	-	-	(13,096)	(13,096)
<b>TOTAL FUND BALANCES</b>	<b>22,142,521</b>	<b>28,491,444</b>	<b>1,795,380</b>	<b>3,591,321</b>	<b>2,054,942</b>	<b>1,362,159</b>	<b>16,773,530</b>	<b>76,211,297</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCES</b>	<b>\$ 25,052,270</b>	<b>\$ 29,837,378</b>	<b>\$ 2,091,366</b>	<b>\$ 3,934,031</b>	<b>\$ 2,057,971</b>	<b>\$ 12,447,317</b>	<b>\$ 18,468,427</b>	<b>\$ 93,888,760</b>

See accompanying notes.

GREENE COUNTY, MISSOURI  
 RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF  
 NET POSITION  
 December 31, 2017

Fund balance - total governmental funds	\$ 76,211,297
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:	
Governmental capital assets	367,036,503
Less accumulated depreciation	<u>(132,283,068)</u>
	234,753,435
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	10,646,864
Deferred outflows due to pensions	15,134,548
Deferred inflows due to pensions	<u>(2,071,200)</u>
	23,710,212
The net pension liability is not due and payable in the current period and, therefore, is not reported in the funds.	
Net pension liability	(15,177,221)
Interest on long-term debt is not accrued in governmental funds, but rather, is recognized as an expenditure when due	(227,173)
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	(41,307,376)
Deferred charges on refunding	<u>1,686,996</u>
	(39,620,380)
Adjustment of deferred special assessments and deferred taxes	<u>9,857,342</u>
Net position of governmental activities	<u><u>\$ 289,507,512</u></u>

See accompanying notes.

GREENE COUNTY, MISSOURI  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS  
 Year Ended December 31, 2017

	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	
<b>REVENUES</b>								
Taxes	\$ 21,470,368	\$ 24,672,264	\$ 13,360,013	\$ 6,680,007	\$ 12,744,996	\$ 135,961	\$ 9,056,222	\$ 88,119,831
Collector's commission	3,430,456	-	-	-	-	-	-	3,430,456
Licenses and permits	318,944	-	-	-	-	-	-	318,944
Intergovernmental revenue	2,541,994	2,612,474	14,440	75,181	-	-	417,423	5,661,512
Fees and charges	9,715,849	427,995	-	-	-	-	4,764,051	14,907,895
Other	808,121	412,721	3,626	36,021	6,254	49,383	206,801	1,522,927
<b>TOTAL REVENUES</b>	<b>38,285,732</b>	<b>28,125,454</b>	<b>13,378,079</b>	<b>6,791,209</b>	<b>12,751,250</b>	<b>185,344</b>	<b>14,444,497</b>	<b>113,961,565</b>
<b>EXPENDITURES</b>								
Current								
General government	9,370,689	-	-	-	-	-	3,227,058	12,597,747
Judicial	9,707,865	-	-	-	-	-	1,032,056	10,739,921
Public safety	14,544,667	-	13,859,639	5,767,773	-	-	6,422,427	40,594,506
Public works	1,983,687	-	-	-	-	-	-	1,983,687
Health and welfare	1,724,906	-	-	-	-	-	2,614,974	4,339,880
Highways and roads	-	27,575,656	-	-	-	-	-	27,575,656
Parks	-	-	-	-	12,225,594	-	-	12,225,594
Debt service	-	-	-	-	-	4,093,795	139,683	4,233,478
Capital outlay	-	-	-	-	-	-	1,499,171	1,499,171
<b>TOTAL EXPENDITURES</b>	<b>37,331,814</b>	<b>27,575,656</b>	<b>13,859,639</b>	<b>5,767,773</b>	<b>12,225,594</b>	<b>4,093,795</b>	<b>14,935,369</b>	<b>115,789,640</b>
<b>EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES</b>	<b>953,918</b>	<b>549,798</b>	<b>(481,560)</b>	<b>1,023,436</b>	<b>525,656</b>	<b>(3,908,451)</b>	<b>(490,872)</b>	<b>(1,828,075)</b>
<b>OTHER FINANCING SOURCES (USES)</b>								
Operating transfers in (out)	(2,379,191)	(5,220)	423,877	(1,378,072)	(873,674)	3,784,498	427,782	-
<b>EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES)</b>	<b>(1,425,273)</b>	<b>544,578</b>	<b>(57,683)</b>	<b>(354,636)</b>	<b>(348,018)</b>	<b>(123,953)</b>	<b>(63,090)</b>	<b>(1,828,075)</b>
FUND BALANCE, January 1	23,636,139	27,946,866	1,853,063	3,945,957	2,402,960	1,486,112	16,768,275	78,039,372
EQUITY TRANSFER	(68,345)	-	-	-	-	-	68,345	-
<b>FUND BALANCE, December 31</b>	<b>\$ 22,142,521</b>	<b>\$ 28,491,444</b>	<b>\$ 1,795,380</b>	<b>\$ 3,591,321</b>	<b>\$ 2,054,942</b>	<b>\$ 1,362,159</b>	<b>\$ 16,773,530</b>	<b>\$ 76,211,297</b>

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, 2017

Net change in fund balances - total governmental funds \$ (1,828,075)

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	19,164,983
Depreciation	(12,777,482)
Disposal of capital assets, net	(190,131)
	<u>6,197,370</u>

Some revenues reported in the governmental funds represent current financial  
resources and were recognized in the Statement of Activities when earned. (214,582)

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.

Premium on bond issuance	95,941
Repayment of principal on bonds, leases and loans	2,794,368
Loss on bond refunding	(120,500)
Interest	(59,970)
	<u>2,709,839</u>

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	(3,942,535)
Change in OPEB costs	1,014,686
Change in compensated absences	(106,491)
	<u>(3,034,340)</u>

Change in net position of governmental activities \$ 3,830,212

See accompanying notes.

GREENE COUNTY, MISSOURI  
STATEMENT OF ASSETS AND LIABILITIES – AGENCY FUNDS  
December 31, 2017

	Circuit Clerk Fund	Collector of Revenue Fund	County Clerk Fund	Family Court Fund	Recorder of Deeds Fund
<b>ASSETS</b>					
Cash and investments	\$ 1,828,992	\$ 194,244,577	\$ 35	\$ 16,452	\$ 1,585
Taxes receivable	-	67,179,931	-	-	-
Other accounts receivable	-	-	-	-	18,071
Land	-	-	-	-	-
TOTAL ASSETS	<u>\$ 1,828,992</u>	<u>\$ 261,424,508</u>	<u>\$ 35</u>	<u>\$ 16,452</u>	<u>\$ 19,656</u>
<b>LIABILITIES</b>					
Due to others	\$ 1,828,992	\$ 1,479,952	-	\$ 16,449	-
Due to other funds	-	1,954,673	35	3	19,656
Due to other governments	-	257,989,883	-	-	-
TOTAL LIABILITIES	<u>\$ 1,828,992</u>	<u>\$ 261,424,508</u>	<u>\$ 35</u>	<u>\$ 16,452</u>	<u>\$ 19,656</u>

See accompanying notes.

GREENE COUNTY, MISSOURI  
STATEMENT OF ASSETS AND LIABILITIES – AGENCY FUNDS (continued)  
December 31, 2017

	Sheriff Civil Division Fund	Jail Commissary Fund	School Fund	Sheriff Property Fund	Jamestown Real Estate Holdings Fund	Total
<b>ASSETS</b>						
Cash and investments	\$ 65,771	\$ 145,021	\$ 1,958,352	\$ 74,571	\$ -	\$ 198,335,356
Taxes receivable	-	-	-	-	-	67,179,931
Other accounts receivable	-	-	-	-	-	18,071
Land	-	-	-	-	4,330,600	4,330,600
<b>TOTAL ASSETS</b>	<u>\$ 65,771</u>	<u>\$ 145,021</u>	<u>\$ 1,958,352</u>	<u>\$ 74,571</u>	<u>\$ 4,330,600</u>	<u>\$ 269,863,958</u>
<b>LIABILITIES</b>						
Due to others	\$ 25,842	\$ 22,959	\$ -	\$ -	\$ -	3,374,194
Due to other funds	39,929	122,062	-	74,571	-	2,210,929
Due to other governments	-	-	1,958,352	-	4,330,600	264,278,835
<b>TOTAL LIABILITIES</b>	<u>\$ 65,771</u>	<u>\$ 145,021</u>	<u>\$ 1,958,352</u>	<u>\$ 74,571</u>	<u>\$ 4,330,600</u>	<u>\$ 269,863,958</u>

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 Circuit Clerk Fund, Collector of Revenue Fund, County Clerk Fund, Family Court Fund, Recorder of Deeds Fund, Sheriff Civil Division Fund, Jail Commissary 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:

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 unassigned 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

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, 2017, all bank balances on deposit were entirely insured or collateralized with securities.

GREENE COUNTY, MISSOURI  
 NOTES TO FINANCIAL STATEMENTS  
 December 31, 2017

NOTE C – INVESTMENTS

The County’s investments at December 31, 2017, are as follows:

Investment Type	Maturity	Not Subject to Fair Value	Fair Value Level 1	Fair Value Level 2	Total
Certificates of Deposit	1/25/18 to 2/9/22	\$ 16,802,074	\$ -	\$ -	\$ 16,802,074
U.S. Treasury Notes	6/30/18 to 8/31/22	-	3,950,000	-	3,950,000
U.S. Government Agency Securities:					
Federal Farm Credit Bank	11/6/18 to 11/1/22	-	-	3,450,000	3,450,000
Federal Home Loan Mortgage Corporation	2/28/18 to 5/22/20	-	-	1,150,000	1,150,000
Federal National Mortgage Association	2/27/18 to 10/7/21	-	-	4,550,000	4,550,000
Federal Home Loan Bank	3/9/18 to 6/10/22	-	-	13,108,487	13,108,487
TOTAL		<u>\$ 16,802,074</u>	<u>\$ 3,950,000</u>	<u>\$ 22,258,487</u>	<u>\$ 43,010,561</u>

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, 2017, 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.

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.

NOTE C – INVESTMENTS (continued)

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, 2017

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 U.S. Treasury Notes, Federal Farm Credit Bank, Federal National Mortgage Association, and Federal Home Loan Bank notes. These investments are 9%, 8%, 11%, and 30%, respectively, 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, 2017, are as follows:

	<u>Restricted Cash and Investments</u>	<u>Restricted Net Position</u>
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		
Operating cash reserves	\$ 2,100,000	\$ -
Kansas extension project reserves	6,000,000	-
Liability insurance reserves	1,000,000	-
	9,100,000	-
E-911 Fund		
Equipment reserves	300,000	-
Local Law Enforcement Sales Tax II Fund		
Equipment reserves	1,121,563	-
TOTAL SPECIAL REVENUE FUNDS	<u>\$ 10,521,563</u>	<u>\$ -</u>
DEBT SERVICE FUND		
Debt service reserve	\$ 3,279,053	\$ 1,362,159
TOTAL DEBT SERVICE FUND	<u>\$ 3,279,053</u>	<u>\$ 1,362,159</u>

GREENE COUNTY, MISSOURI  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2017

NOTE E – TAXES RECEIVABLE

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

	Gross Receivable	Allowance	Net Receivable
<b>TAXES RECEIVABLE</b>			
General Fund			
Property taxes - current	\$ 5,207,429	\$ -	\$ 5,207,429
Property taxes - delinquent	568,989	35,382	533,607
Private car tax	29,713	-	29,713
Surtax	1,013,399	-	1,013,399
Sales tax	2,056,301	-	2,056,301
TOTAL GENERAL FUND	8,875,831	35,382	8,840,449
Special Revenue Funds			
Road and Bridge Fund			
Property taxes - current	5,207,926	-	5,207,926
Property taxes - delinquent	568,989	35,382	533,607
Surtax	1,013,400	-	1,013,400
Sales tax	2,056,301	-	2,056,301
	8,846,616	35,382	8,811,234
Law Enforcement Sales Tax I Fund			
Sales tax	2,050,870	-	2,050,870
Law Enforcement Sales Tax II Fund			
Sales Tax	1,025,435	-	1,025,435
Park Sales Tax Fund			
Sales tax	1,967,757	-	1,967,757
Senior Services Fund			
Property taxes - current	2,014,460	-	2,014,460
Property taxes - delinquent	223,660	13,898	209,762
	2,238,120	13,898	2,224,222
E-911 Fund			
Sales Tax	983,847	-	983,847
TOTAL SPECIAL REVENUE FUNDS	17,112,645	49,280	17,063,365
Debt Service Fund			
Special assessments	9,168,264	-	9,168,264
Agency Funds			
Collector of Revenue Fund			
Property taxes	67,179,931	-	67,179,931
TOTAL TAXES RECEIVABLE	\$ 102,336,671	\$ 84,662	\$ 102,252,009

GREENE COUNTY, MISSOURI  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2017

NOTE F – CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2017, was as follows:

	Balance December 31, 2016	Additions	Deletions	Balance December 31, 2017
Governmental Activities				
Non-depreciable capital assets:				
Construction in progress	\$ 925,668	\$ 5,555,789	\$ 2,035,497	\$ 4,445,960
Land	3,908,621	-	-	3,908,621
	<u>4,834,289</u>	<u>\$ 5,555,789</u>	<u>\$ 2,035,497</u>	8,354,581
Depreciable capital assets				
Land improvements	1,563,245	\$ 52,225	\$ -	1,615,470
Building	69,338,448	2,035,497	-	71,373,945
Major moveable equipment	20,607,865	2,240,364	1,417,648	21,430,581
Furniture and equipment	26,259,300	1,557,991	577,081	27,240,210
Infrastructure	232,128,097	9,758,614	4,864,995	237,021,716
Total Depreciable Capital Assets	349,896,955	<u>\$ 15,644,691</u>	<u>\$ 6,859,724</u>	358,681,922
Less Accumulated Depreciation	(126,175,179)	<u>\$ 12,777,482</u>	<u>\$ 6,669,593</u>	(132,283,068)
Total Depreciable Capital Assets, net	<u>223,721,776</u>			<u>226,398,854</u>
Total Capital Assets - Governmental Activities, net	<u>\$ 228,556,065</u>			<u>\$ 234,753,435</u>

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

General government	\$ 844,831
Judicial	369,817
Public safety	2,063,889
Public works	11,296
Health and welfare	87,690
Parks	32,661
Road and bridge	9,367,298
	<u>\$ 12,777,482</u>

GREENE COUNTY, MISSOURI  
 NOTES TO FINANCIAL STATEMENTS  
 December 31, 2017

NOTE G – DEFERRED TAXES AND SPECIAL ASSESSMENTS

Deferred inflows of resources on the fund financial statements consist of receivables not collected within sixty days of year end and revenue collected within the fiscal year for future years. Deferred inflows of resources on the fund financial statements at December 31, 2017, are as follows:

General Fund		
Property taxes	\$	93,479
Special Revenue Funds		
Road and Bridge Fund		
Property taxes		92,078
Greene County Sewer District Fund		
Special assessments		566,756
Debt Service Fund		
Special assessments		9,105,029
		<hr/>
TOTAL DEFERRED TAXES AND SPECIAL ASSESSMENTS	\$	<u>9,857,342</u>

NOTE H – LIMITED GENERAL OBLIGATION BONDS

On December 23, 2016, the County issued Series 2016A Limited General Obligation Refunding Bonds (Neighborhood Improvement Bonds Projects), in the amount of \$14,320,000 with interest ranging from 2.00% to 5.00%. The Bonds were issued to repay 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. Principal and interest on the bonds are to be repaid from collections of special assessments assessed on real property within the County and to the extent required from current revenues and surplus funds or other legally available funds of the County.

GREENE COUNTY, MISSOURI  
 NOTES TO FINANCIAL STATEMENTS  
 December 31, 2017

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.

\$ 13,435,000

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>
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>\$ 13,435,000</u>	<u>\$ 4,551,850</u>	<u>\$ 17,986,850</u>

NOTE I – SPECIAL OBLIGATION BONDS PAYABLE

As of December 31, 2017, 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. \$ 12,955,000

\$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. 5,910,000

GREENE COUNTY, MISSOURI  
 NOTES TO FINANCIAL STATEMENTS  
 December 31, 2017

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. 410,000

\$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. 4,595,000

\$ 23,870,000

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

Year Ended December 31,	Principal	Interest	Total
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>\$ 23,870,000</u>	<u>\$ 8,701,813</u>	<u>\$ 32,571,813</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 Southwest Village 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, 2017, the County has \$49,169 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, 2017, the County has \$124,023 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, 2017, the County has \$393,564 outstanding.



GREENE COUNTY, MISSOURI  
 NOTES TO FINANCIAL STATEMENTS  
 December 31, 2017

NOTE K – SUMMARY OF CHANGES IN LONG-TERM DEBT

A summary of the changes in long-term debt for the year ended December 31, 2017, is as follows:

	Balance December 31, 2016	Additions	Retirements	Balance December 31, 2017	Current Portion
Special Obligation Bonds Payable	\$ 25,700,000	\$ -	\$ 1,830,000	\$ 23,870,000	\$ 1,890,000
Limited General Obligation Bonds	14,320,000	-	885,000	13,435,000	780,000
Plus: Premium on Bonds	1,439,108	-	95,941	1,343,167	-
	15,759,108	-	980,941	14,778,167	780,000
Special Assessment Debt with Governmental Commitment					
Southwest	64,052	-	14,883	49,169	-
Newport/Ridgecrest	142,524	-	18,501	124,023	-
Springday Hills	439,548	-	45,984	393,564	-
	646,124	-	79,368	566,756	-
Other Post Employment Benefit Obligation	1,014,686	-	1,014,686	-	-
Compensated Absences Payable	1,985,962	106,491	-	2,092,453	-
	<u>\$ 45,105,880</u>	<u>\$ 106,491</u>	<u>\$ 3,904,995</u>	<u>\$ 41,307,376</u>	<u>\$ 2,670,000</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, 2017, 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, 2017, 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 2017.

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](http://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 1<sup>st</sup>. The total of all increases shall not exceed 50% of the initial benefit.

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 2017 and 2016, the County collected and remitted to CERF, employee contributions of \$897,657 and \$801,080, respectively, for the years then ended. The County's contributions to CERF were \$1,423,667 for the year ended December 31, 2017.

*Pension Liability.* At December 31, 2017, the County had a liability of \$15,177,221 for its proportionate share of the net pension liability. The net pension liability for the plan in total was measured as of December 31, 2016, and determined by an actuarial valuation as of December 31, 2015, rolled forward to December 31, 2016, using the following actuarial assumptions. The County's proportionate share of the total net pension liability was based on the ratio of its actual contributions of \$1,368,574 paid to CERF for the year ended December 31, 2016, relative to the actual contributions of \$20,290,594 from all participating employers. At December 31, 2016, the County's proportionate share was 6.74487%.

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, 2016, was based on the most recent actuarial valuation as of December 31, 2015, rolled forward to December 31, 2016, using the following actuarial assumptions:

- Measurement date – December 31, 2016
- Valuation date - December 31, 2015, rolled forward to December 31, 2016
- 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 2022 using Scale BB.
- Fiduciary Net Position – CERF issues a publicly available financial report that can be obtained at [www.mocerf.org](http://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 2016, 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, 2017

NOTE M – EMPLOYEE PENSION PLAN – CERF (continued)

Asset Class	Target Asset Allocation	Long-Term Arithmetic Basis	
		Expected Real Return	Weighted Expected Real Return
U.S. Large Cap Equity	25.00%	6.10%	1.53%
Core Plus	21.00%	2.90%	0.61%
Non-U.S. Equity	15.00%	6.19%	0.93%
Long/Short Equity	10.00%	6.46%	0.65%
U.S. Small Cap Equity	10.00%	6.62%	0.66%
Absolute Return	9.00%	4.01%	0.36%
Core Real Estate	5.00%	5.48%	0.27%
Private Equity	5.00%	7.16%	0.36%
Total	100.00%		5.36%
		Inflation	2.50%
		Long-term expected geometric return	7.86%

*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	\$ 21,216,639	\$ 15,177,221	\$ 10,166,710

GREENE COUNTY, MISSOURI  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2017

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, 2017, the employer recognized pension expense of \$3,677,087. 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 (Inflows) Outflows of Resources</u>
Differences in experiences	\$ 373,067	\$ (797,204)	\$ (424,137)
Excess investment returns	2,304,423	-	2,304,423
Change in assumptions	2,961,560	-	2,961,560
Change in proportion and difference in contributions	1,390,358	-	1,390,358
Contributions subsequent to the measurement date*	1,423,667	-	1,423,667
	<u>\$ 8,453,075</u>	<u>\$ (797,204)</u>	<u>\$ 7,655,871</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, 2018.

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>
2018	\$ 1,558,051
2019	1,558,051
2020	1,558,051
2021	1,558,051
	<u>\$ 6,232,204</u>

Payable to the Pension Plan

At December 31, 2017, 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](http://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>2017 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, 2017

NOTE N – EMPLOYEE PENSION PLAN – LAGERS (continued)

*Employees Covered by Benefit Terms.* At June 30, 2017, 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	307	123	430
Inactive employees entitled to but not yet receiving benefits	268	72	340
Active employees	<u>553</u>	<u>184</u>	<u>737</u>
	<u>1,128</u>	<u>379</u>	<u>1,507</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 5.9% (General) and 7.9% (Police) of annual covered payroll.

*Net Pension Asset.* The employer’s net pension asset was measured as of June 30, 2017, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of February 28, 2017.

*Actuarial Assumptions.* The total pension liability in the February 28, 2017, 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.

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 28, 2017, 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%	2.93%
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, 2017

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	\$ 59,417,511	\$ 64,866,712	\$ (5,449,201)
Changes for the year:			
Service cost	1,762,156	-	1,762,156
Interest	4,289,932	-	4,289,932
Difference between expected and actual experiences	(746,069)	-	(746,069)
Contributions - employer	-	1,197,488	(1,197,488)
Contributions - employee	-	4,675	(4,675)
Net investment income	-	7,666,186	(7,666,186)
Benefits paid, including refunds	(2,262,999)	(2,262,999)	-
Administrative expenses	-	(87,578)	87,578
Other changes	-	(107,243)	107,243
Net Changes	3,043,020	6,410,529	(3,367,509)
Balances at end of year	62,460,531	71,277,241	(8,816,710)
<i>Police Division</i>			
Balances at beginning of year	22,816,153	24,275,689	(1,459,536)
Changes for the year:			
Service cost	664,470	-	664,470
Interest	1,643,587	-	1,643,587
Difference between expected and actual experiences	342,606	-	342,606
Contributions - employer	-	577,954	(577,954)
Net investment income	-	2,805,191	(2,805,191)
Benefits paid, including refunds	(961,643)	(961,643)	-
Administrative expenses	-	(29,247)	29,247
Other changes	-	(332,617)	332,617
Net Changes	1,689,020	2,059,638	(370,618)
Balances at end of year	24,505,173	26,335,327	(1,830,154)
Total Plan Balances at End of Year	\$ 86,965,704	\$ 97,612,568	\$ (10,646,864)

GREENE COUNTY, MISSOURI  
 NOTES TO FINANCIAL STATEMENTS  
 December 31, 2017

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	\$ 72,312,729	\$ 62,460,531	\$ 54,486,767
Fiduciary Net Position	<u>71,277,241</u>	<u>71,277,241</u>	<u>71,277,241</u>
Net Pension Liability (Asset)	1,035,488	(8,816,710)	(16,790,474)
<i>Police Division</i>			
Total Pension Liability	28,402,264	24,505,173	21,335,051
Fiduciary Net Position	<u>26,335,327</u>	<u>26,335,327</u>	<u>26,335,327</u>
Net Pension Liability (Asset)	<u>2,066,937</u>	<u>(1,830,154)</u>	<u>(5,000,276)</u>
Total Net Pension Liability (Asset)	<u>\$ 3,102,425</u>	<u>\$ (10,646,864)</u>	<u>\$ (21,790,750)</u>

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

For the year ended December 31, 2017, the employer recognized pension expense of \$2,812,403 in the General Division and \$1,657,025 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, 2017

NOTE N – EMPLOYEE PENSION PLAN – LAGERS (continued)

	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Net Deferred (Inflows) Outflows of Resources
<i>General Division</i>			
Differences in experiences	\$ 438,147	\$ (1,273,996)	\$ (835,849)
Assumption changes	1,603,425	-	1,603,425
Net difference in investment earnings	1,867,147	-	1,867,147
Contributions subsequent to the measurement date*	<u>652,769</u>	<u>-</u>	<u>652,769</u>
	4,561,488	(1,273,996)	3,287,492
<i>Police Division</i>			
Differences in experiences	688,046	-	688,046
Assumption changes	381,146	-	381,146
Net difference in investment earnings	729,280	-	729,280
Contributions subsequent to the measurement date*	<u>321,513</u>	<u>-</u>	<u>321,513</u>
	<u>2,119,985</u>	<u>-</u>	<u>2,119,985</u>
	<u>\$ 6,681,473</u>	<u>\$ (1,273,996)</u>	<u>\$ 5,407,477</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, 2018.

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 (Inflows) Outflows of Resources		
	General	Police	Total
2018	\$ 1,228,284	\$ 720,538	\$ 1,948,822
2019	1,228,283	720,539	1,948,822
2020	569,153	451,798	1,020,951
2021	(321,183)	(118,319)	(439,502)
2022	<u>(69,814)</u>	<u>23,916</u>	<u>(45,898)</u>
	<u>\$ 2,634,723</u>	<u>\$ 1,798,472</u>	<u>\$ 4,433,195</u>

GREENE COUNTY, MISSOURI  
 NOTES TO FINANCIAL STATEMENTS  
 December 31, 2017

NOTE N – EMPLOYEE PENSION PLAN – LAGERS (continued)

Payable to the Pension Plan

At December 31, 2017, 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 2017 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	\$ 3,945,255,890
Personal property	876,082,320
Railroad and utilities	<u>107,689,667</u>
	TOTAL <u>\$ 4,929,027,877</u>
Tax Rate Per \$100 of Assessed Valuation	
General Fund	\$ .1290
Road and Bridge Fund	.1290
Senior Services Fund	<u>.0498</u>
	<u>\$ .3078</u>

The legal debt margin at December 31, 2017, is computed as follows:

Constitutional debt limit	\$ 492,902,788
Limited general obligation bonds outstanding	(13,435,000)
Amount available in Debt Service Fund	<u>1,362,159</u>
	LEGAL DEBT MARGIN <u>\$ 480,829,947</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, 2017

NOTE P – DEFICIT FUND BALANCE

As of December 31, 2017, the County had a deficit fund balance in the Real Property Improvement Fund in the amount of \$57,517.

NOTE Q – INTERFUND TRANSFERS

Interfund transfers for the year ended December 31, 2017, consisted of the following:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 2,379,191
Road and Bridge	-	5,220
Law Enforcement Sales Tax I Fund	423,877	-
Law Enforcement Sales Tax II Fund	-	1,378,072
Park Sales Tax Fund	-	873,674
Debt Service Fund	3,784,498	-
Non-Major Governmental Funds	427,782	-
	<u>\$ 4,636,157</u>	<u>\$ 4,636,157</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, 2017, 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>\$ 2,117,625</u>	<u>\$ 57,517</u>	<u>\$ (1,980,129)</u>	<u>\$ (195,013)</u>

GREENE COUNTY, MISSOURI  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2017

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, 2017, balances of interfund amounts receivable or payable have been recorded within the fund financial statements.

NOTE S – 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 prior years, the County changed the estimate of Special Assessments Receivable to recognize the estimated fair value of the property acquired by the County.

The amount the County expects to receive on the commercial property is included in the Special Assessment Receivable balance at December 31, 2017. 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.



GREENE COUNTY, MISSOURI  
 NOTES TO FINANCIAL STATEMENTS  
 December 31, 2017

NOTE T – OPERATING LEASES

In November 2011, the County entered into a lease agreement with Lester E. Cox Medical Center for office space. The agreement is for a period of four years and four months with the option to renew five additional one-year terms. The lease calls for monthly payments of \$7,926 with annual increases using the Consumer Price Index every February 1.

In November 2015, the County entered into an additional lease with Lester E. Cox Medical Center for 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 \$16,949 with annual increases using the Consumer Price Index every January 1.

In July 2017, the County entered into an additional lease with Lester E. Cox Medical Center for additional office space. The agreement is for a period of six years, with the option to renew three additional one-year terms. The lease calls for monthly payments of \$8,348 with annual increases using the Consumer Price Index every July 1.

On August 17, 2017, the County entered into a lease agreement with All Detainment Solution, LLC., for a temporary jail. The agreement is for a period of 24 months, commencing November 1, 2017. The County may extend the lease term for four additional consecutive periods (12 months each). The lease calls for monthly payments of \$72,763 per month for the initial term with decreased lease payments if the County extends the lease.

Future operating lease obligations are as follows:

<u>Year Ended December 31,</u>	<u>Amount</u>
2018	\$ 1,271,667
2019	1,031,197
2020	303,567
2021	303,567
2022	303,567
2023	278,521
2024	169,491
<b>TOTAL MINIMUM LEASE PAYMENTS</b>	<b><u><u>\$ 3,661,577</u></u></b>

GREENE COUNTY, MISSOURI  
 NOTES TO FINANCIAL STATEMENTS  
 December 31, 2017

NOTE U – 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, 2016	Additions	Current Amortization	Balance December 31, 2017
Governmental Activities	\$ 1,807,496	\$ -	\$ 120,500	\$ 1,686,996

NOTE V – 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, 2017, the refunding escrow account for the bonds held a balance of \$15,421,339 and had outstanding principal due of \$14,115,000.

NOTE W – COMMITMENT

At December 31, 2017, the County had the following commitment:

Vendor	Project	Commitment
Hartman & Company, Inc.	West Republic Road and Drainage Improvements	\$ 1,552,224

#### NOTE X – 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, 2017, were approximately \$1,903,815.

#### NOTE Y – TAX ABATEMENTS

As of December 31, 2017, 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).

- 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.

NOTE Y – TAX ABATEMENTS (continued)

- 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.
- 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.

GREENE COUNTY, MISSOURI  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2017

NOTE Y – TAX ABATEMENTS (continued)

Information relevant to disclosure of these programs for the year ended December 31, 2017, is as follows:

Government Entering into Agreement	Tax Abatement Program	Amount of Taxes Abated During 12/31/17	Payment in Lieu of Tax Received
City of Springfield, Missouri	Tax Increment Financing		
	Ad-valorem taxes	\$ 58,726	\$ -
	Sales Taxes	4,564	-
	Chapter 353		
	Ad-valorem taxes	59,691	14,239
	Chapter 100		
	Ad-valorem taxes	14,494	1,844
	Enhanced Enterprise Zone		
	Ad-valorem taxes	96,580	14,021
	Land Clearance Redevelopment Authority		
	Ad-valorem taxes	77,269	-
City of Republic, Missouri	Enhanced Enterprise Zone		
	Ad-valorem taxes	14,810	-
City of Strafford, Missouri	Tax Increment Financing		
	Sales Taxes	18,784	-
	Enhanced Enterprise Zone		
	Ad-valorem taxes	11,173	-
		<u>\$ 356,091</u>	<u>\$ 30,104</u>

NOTE Z – SUBSEQUENT EVENT

On March 22, 2018, the County entered into a lease agreement with US Bancorp for voting equipment in the amount of \$766,890, with interest of 2.80%.

**REQUIRED SUPPLEMENTARY INFORMATION**

GREENE COUNTY, MISSOURI  
SCHEDULE OF CHANGES IN NET PENSION (ASSET) AND RELATED RATIOS – LAGERS  
Year Ended December 31, 2017

**Missouri Local Government Employees Retirement System (LAGERS)**

	Year Ended December 31, 2017	Year Ended December 31, 2016	Year Ended December 31, 2015
<b>TOTAL PENSION LIABILITY</b>			
Service cost	\$ 2,426,626	\$ 2,210,765	\$ 2,139,595
Interest on the total pension liability	5,933,519	5,298,897	5,092,299
Difference between expected and actual experience	(403,463)	1,278,440	(1,262,533)
Changes of assumptions	-	3,079,059	-
Benefit payments	<u>(3,224,642)</u>	<u>(3,215,119)</u>	<u>(3,096,350)</u>
NET CHANGE IN TOTAL PENSION LIABILITY	4,732,040	8,652,042	2,873,011
TOTAL PENSION LIABILITY, BEGINNING	<u>82,233,664</u>	<u>73,581,622</u>	<u>70,708,611</u>
TOTAL PENSION LIABILITY, ENDING	86,965,704	82,233,664	73,581,622
<b>PLAN FIDUCIARY NET POSITION</b>			
Contributions - employer	1,775,442	1,671,745	1,880,646
Contributions - employee	4,675	-	26,837
Pension plan net investment income	10,471,377	(113,907)	1,760,935
Benefit payments	(3,224,642)	(3,215,119)	(3,096,350)
Pension plan administrative expense	(116,825)	(113,665)	(119,768)
Other	<u>(439,860)</u>	<u>374,518</u>	<u>581,439</u>
NET CHANGE IN PLAN FIDUCIARY NET POSITION	8,470,167	(1,396,428)	1,033,739
PLAN FIDUCIARY NET POSITION, BEGINNING	<u>89,142,401</u>	<u>90,538,829</u>	<u>89,505,090</u>
PLAN FIDUCIARY NET POSITION, ENDING	<u>97,612,568</u>	<u>89,142,401</u>	<u>90,538,829</u>
EMPLOYER NET PENSION (ASSET)	<u>\$ (10,646,864)</u>	<u>\$ (6,908,737)</u>	<u>\$ (16,957,207)</u>
Plan fiduciary net position as a percentage of the total pension liability	112.24%	108.40%	123.05%
Covered employee payroll	\$ 28,836,689	\$ 26,635,592	\$ 24,714,417
Employer's net pension asset as a percentage of covered employee payroll	-36.92%	-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, 2017

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

<u>Year Ending December 31,</u>	<u>Actuarially Determined Contribution</u>	<u>Contribution in Relation to the Actuarially Determined Contribution</u>	<u>Contribution Excess (Deficiency)</u>	<u>Covered Employee Payroll</u>	<u>Contribution as a Percentage of Covered Employee Payroll</u>
2008	\$ 1,626,814	\$ 1,626,814	\$ -	\$ 23,932,771	6.80%
2009	1,786,686	1,786,689	3	24,401,643	7.32%
2010	2,388,208	1,986,411	(401,797)	23,919,392	8.30%
2011	2,311,754	2,197,770	(113,984)	23,877,183	9.20%
2012	2,416,744	2,363,018	(53,726)	24,668,705	9.58%
2013	2,189,997	2,189,998	1	24,060,273	9.10%
2014	2,008,172	2,008,172	-	25,045,564	8.02%
2015	1,775,778	1,775,775	(3)	26,327,476	6.74%
2016	1,602,564	1,602,569	5	28,793,729	5.57%
2017	1,945,053	1,922,003	(23,050)	29,971,648	6.41%

See accompanying notes.



GREENE COUNTY, MISSOURI  
NOTES TO SCHEDULE OF CONTRIBUTIONS – LAGERS  
Year Ended December 31, 2017

**Valuation Date:** February 28, 2017

**Notes:** The roll-forward of total pension liability from February 28, 2017, to June 30, 2017, reflects expected service cost and interest reduced by actual benefit payments.

**Methods and Assumptions Used to Determine Contribution Rates**

*Actuarial Cost Method* – Entry Age Normal and Modified Terminal Funding

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

*Remaining Amortization Period* – Multiple bases of 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* – None.

GREENE COUNTY, MISSOURI  
 SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AND RELATED  
 RATIOS – CERF  
 Year Ended December 31, 2017

<u>Year Ended</u>	<u>Proportion of the Net Pension Liability</u>	<u>Proportionate Share of the Net Pension Liability (a)</u>	<u>Actual Covered Employee Payroll (b)</u>	<u>Net Pension Liability 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%
12/31/2017	6.74487%	15,177,221	27,458,410	55.27%	66.70%

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, 2017

<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	1,230,619	1,230,619	-	25,444,228	4.84%
12/31/2016	1,368,574	1,368,574	-	27,458,410	4.98%
12/31/2017	1,423,667	1,423,667	-	28,147,320	5.06%

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, 2017

**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, 2016.

*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, 2016, Actuarial Valuation Report

*Turnover* – Select and ultimate rates based on age and service as shown in Appendix A of the January 1, 2016, Actuarial Valuation

*Mortality Rates* – RP-2000 Combined Mortality projected to 2020 using Scale BB

GREENE COUNTY, MISSOURI  
 BUDGETARY COMPARISON SCHEDULE – GENERAL FUND  
 Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance With Final Budget
<b>REVENUES</b>				
Taxes				
Property taxes	\$ 5,303,461	\$ 5,303,461	\$ 6,482,043	\$ 1,178,582
County sales taxes	13,413,500	13,413,500	13,383,417	(30,083)
Franchise taxes	690,000	690,000	514,086	(175,914)
Other	1,061,500	1,061,500	1,090,822	29,322
	<u>20,468,461</u>	<u>20,468,461</u>	<u>21,470,368</u>	<u>1,001,907</u>
Collector's Commission				
Interest and penalties on delinquent taxes	369,000	369,000	363,257	(5,743)
Collection commissions	2,799,006	2,799,006	3,067,199	268,193
	<u>3,168,006</u>	<u>3,168,006</u>	<u>3,430,456</u>	<u>262,450</u>
Licenses and Permits				
Beverage licenses	218,250	218,250	256,649	38,399
Marriage licenses	36,500	36,500	36,135	(365)
Merchant licenses	22,000	22,000	25,700	3,700
Other licenses	650	650	460	(190)
	<u>277,400</u>	<u>277,400</u>	<u>318,944</u>	<u>41,544</u>
Intergovernmental Revenues				
Federal	1,415,564	1,415,564	1,203,337	(212,227)
State	995,875	995,875	947,624	(48,251)
Other	426,434	426,434	391,033	(35,401)
	<u>2,837,873</u>	<u>2,837,873</u>	<u>2,541,994</u>	<u>(295,879)</u>
Fees and Charges				
Court	253,600	253,600	231,475	(22,125)
Judicial facility fee	100,000	100,000	98,638	(1,362)
County clerk	89,640	89,640	89,049	(591)
Collector fees	60,000	60,000	81,734	21,734
Recorder of deeds	1,100,000	1,100,000	1,083,877	(16,123)
Sheriff fees	7,898,020	7,898,020	6,503,562	(1,394,458)
Building and planning	885,700	885,700	714,105	(171,595)
Circuit clerk fees	120,000	120,000	124,937	4,937
Public administrator fees	370,000	370,000	272,436	(97,564)
Other	464,900	464,900	516,036	51,136
	<u>11,341,860</u>	<u>11,341,860</u>	<u>9,715,849</u>	<u>(1,626,011)</u>
Other				
Interest income	324,000	324,000	288,993	(35,007)
Sale of surplus property	80,250	80,250	45,566	(34,684)
Miscellaneous	590,306	590,306	473,562	(116,744)
	<u>994,556</u>	<u>994,556</u>	<u>808,121</u>	<u>(186,435)</u>
<b>TOTAL REVENUES</b>	<u>39,088,156</u>	<u>39,088,156</u>	<u>38,285,732</u>	<u>(802,424)</u>

GREENE COUNTY, MISSOURI  
 BUDGETARY COMPARISON SCHEDULE – GENERAL FUND (continued)  
 Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance With Final Budget
EXPENDITURES				
Current				
General Government				
Collector of revenue	624,296	624,296	624,422	(126)
Treasurer	190,816	190,816	188,753	2,063
Recorder of deeds	395,878	395,878	375,539	20,339
County commission	426,775	426,775	425,000	1,775
County administrator	151,152	151,152	147,393	3,759
Information systems	2,290,763	2,290,763	2,044,846	245,917
Vehicle service center	522,650	522,650	500,041	22,609
General services	235,468	235,468	223,300	12,168
Purchasing	196,926	196,926	197,181	(255)
Election and voter registration	225,964	223,004	274,788	(51,784)
County clerk	339,418	342,418	286,876	55,542
Auditor	400,591	400,591	374,275	26,316
Public information	62,697	62,697	62,820	(123)
Budget office	156,500	156,500	155,503	997
Human resources	255,522	255,522	236,114	19,408
County operations	1,793,066	1,793,066	1,961,444	(168,378)
Archives	193,558	193,558	163,042	30,516
Building operations	1,211,120	1,211,120	1,129,352	81,768
	9,673,160	9,673,200	9,370,689	302,511
Judicial				
Public administrator	456,424	456,424	435,166	21,258
Circuit court	1,813,985	1,813,985	1,428,925	385,060
Circuit clerk	51,000	51,000	11,965	39,035
Juvenile court	3,210,239	3,210,239	2,872,278	337,961
Pre-trial services	232,060	232,060	174,464	57,596
Juvenile detention	813,312	813,312	753,738	59,574
Juvenile grants	401,013	401,013	326,077	74,936
Prosecuting attorney	2,910,706	2,910,706	2,788,583	122,123
Prosecuting attorney - Title IV-D	962,255	962,255	887,363	74,892
Prosecuting attorney - special programs	41,608	41,608	29,306	12,302
	10,892,602	10,892,602	9,707,865	1,184,737
Public Safety				
Sheriff	5,509,069	5,582,939	5,565,350	17,589
Sheriff grants	169,957	169,957	179,363	(9,406)
Jail	8,725,095	8,651,185	8,799,954	(148,769)
	14,404,121	14,404,081	14,544,667	(140,586)

GREENE COUNTY, MISSOURI  
 BUDGETARY COMPARISON SCHEDULE – GENERAL FUND (continued)  
 Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance With Final Budget
Public Works				
Emergency management	759,767	759,767	662,195	97,572
Resource management	1,386,744	1,386,744	1,321,492	65,252
	<u>2,146,511</u>	<u>2,146,511</u>	<u>1,983,687</u>	<u>162,824</u>
Health and Welfare				
Medical examiner	624,117	624,117	588,554	35,563
Health department	1,136,352	1,136,352	1,136,352	-
	<u>1,760,469</u>	<u>1,760,469</u>	<u>1,724,906</u>	<u>35,563</u>
Unappropriated Contingency	1,080,000	1,080,000	-	1,080,000
TOTAL EXPENDITURES	<u>39,956,863</u>	<u>39,956,863</u>	<u>37,331,814</u>	<u>2,625,049</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	(868,707)	(868,707)	953,918	1,822,625
OTHER FINANCING SOURCES (USES)				
Operating transfers in	1,343,035	1,343,035	1,122,711	(220,324)
Operating transfers (out)	(2,706,010)	(2,706,010)	(3,501,902)	(795,892)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(1,362,975)</u>	<u>(1,362,975)</u>	<u>(2,379,191)</u>	<u>(1,016,216)</u>
(DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES)	(2,231,682)	(2,231,682)	(1,425,273)	806,409
FUND BALANCE, January 1	11,226,499	23,636,139	23,636,139	-
EQUITY TRANSFER	-	-	(68,345)	(68,345)
FUND BALANCE, December 31	<u>\$ 8,994,817</u>	<u>\$ 21,404,457</u>	<u>\$ 22,142,521</u>	<u>\$ 738,064</u>

GREENE COUNTY, MISSOURI  
 BUDGETARY COMPARISON SCHEDULE – ROAD AND BRIDGE FUND  
 Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 23,059,894	\$ 23,059,894	\$ 24,672,264	\$ 1,612,370
Intergovernmental revenue	1,760,000	1,760,000	2,612,474	852,474
Fees and charges	441,000	441,000	427,995	(13,005)
Interest	139,000	139,000	255,030	116,030
Other revenues	171,475	171,475	157,691	(13,784)
TOTAL REVENUES	<u>25,571,369</u>	<u>25,571,369</u>	<u>28,125,454</u>	<u>2,554,085</u>
EXPENDITURES				
Road and bridge	<u>28,648,538</u>	<u>28,648,537</u>	<u>27,575,656</u>	<u>1,072,881</u>
TOTAL EXPENDITURES	<u>28,648,538</u>	<u>28,648,537</u>	<u>27,575,656</u>	<u>1,072,881</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	(3,077,169)	(3,077,168)	549,798	3,626,966
OTHER FINANCING (USES)				
Operating transfers (out)	<u>(6,050)</u>	<u>(6,050)</u>	<u>(5,220)</u>	<u>830</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES AND OTHER (USES)	(3,083,219)	(3,083,218)	544,578	3,627,796
FUND BALANCE, January 1	<u>17,752,119</u>	<u>27,946,866</u>	<u>27,946,866</u>	<u>-</u>
FUND BALANCE, December 31	<u>\$ 14,668,900</u>	<u>\$ 24,863,648</u>	<u>\$ 28,491,444</u>	<u>\$ 3,627,796</u>



GREENE COUNTY, MISSOURI  
 BUDGETARY COMPARISON SCHEDULE – LAW ENFORCEMENT SALES TAX I FUND  
 Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 13,400,000	\$ 13,400,000	\$ 13,360,013	\$ (39,987)
Intergovernmental	52,512	52,512	14,440	(38,072)
Interest	-	-	3,626	3,626
TOTAL REVENUES	<u>13,452,512</u>	<u>13,452,512</u>	<u>13,378,079</u>	<u>(74,433)</u>
EXPENDITURES				
Current				
Public safety	<u>14,209,719</u>	<u>14,209,719</u>	<u>13,859,639</u>	<u>350,080</u>
TOTAL EXPENDITURES	<u>14,209,719</u>	<u>14,209,719</u>	<u>13,859,639</u>	<u>350,080</u>
(DEFICIT) OF REVENUES OVER EXPENDITURES	(757,207)	(757,207)	(481,560)	275,647
OTHER FINANCING SOURCES				
Operating transfers in	<u>681,901</u>	<u>681,901</u>	<u>423,877</u>	<u>(258,024)</u>
(DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	(75,306)	(75,306)	(57,683)	17,623
FUND BALANCE, January 1	<u>1,853,063</u>	<u>1,853,063</u>	<u>1,853,063</u>	<u>-</u>
FUND BALANCE, December 31	<u><u>\$ 1,777,757</u></u>	<u><u>\$ 1,777,757</u></u>	<u><u>\$ 1,795,380</u></u>	<u><u>\$ 17,623</u></u>

GREENE COUNTY, MISSOURI  
 BUDGETARY COMPARISON SCHEDULE – LAW ENFORCEMENT SALES TAX II FUND  
 Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance With Final Budget
<b>REVENUES</b>				
Taxes	\$ 6,700,000	\$ 6,700,000	\$ 6,680,007	\$ (19,993)
Intergovernmental	59,183	59,183	75,181	15,998
Interest	18,000	18,000	32,361	14,361
Other	-	-	3,660	3,660
TOTAL REVENUES	6,777,183	6,777,183	6,791,209	14,026
<b>EXPENDITURES</b>				
Current				
Public safety	5,963,293	5,963,293	5,767,773	195,520
TOTAL EXPENDITURES	5,963,293	5,963,293	5,767,773	195,520
EXCESS OF REVENUES OVER EXPENDITURES	813,890	813,890	1,023,436	209,546
OTHER FINANCING (USES)				
Operating transfers (out)	(1,202,837)	(1,202,837)	(1,378,072)	(175,235)
(DEFICIT) OF REVENUES OVER EXPENDITURES AND OTHER (USES)	(388,947)	(388,947)	(354,636)	34,311
FUND BALANCE, January 1	3,253,583	3,945,957	3,945,957	-
FUND BALANCE, December 31	\$ 2,864,636	\$ 3,557,010	\$ 3,591,321	\$ 34,311

GREENE COUNTY, MISSOURI  
 BUDGETARY COMPARISON SCHEDULE – PARK SALES TAX FUND  
 Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes	\$ 12,808,500	\$ 12,808,500	\$ 12,744,996	\$ (63,504)
Interest	1,000	1,000	6,254	5,254
TOTAL REVENUES	12,809,500	12,809,500	12,751,250	(58,250)
EXPENDITURES				
Parks	12,184,611	12,228,101	12,225,594	2,507
TOTAL EXPENDITURES	12,184,611	12,228,101	12,225,594	2,507
EXCESS OF REVENUES OVER EXPENDITURES	624,889	581,399	525,656	(55,743)
OTHER FINANCING (USES)				
Operating transfers (out)	(871,174)	(871,174)	(873,674)	(2,500)
(DEFICIT) OF REVENUES OVER EXPENDITURES AND OTHER (USES)	(246,285)	(289,775)	(348,018)	(58,243)
FUND BALANCE, January 1	383,971	2,402,960	2,402,960	-
FUND BALANCE, December 31	<u>\$ 137,686</u>	<u>\$ 2,113,185</u>	<u>\$ 2,054,942</u>	<u>\$ (58,243)</u>

GREENE COUNTY, MISSOURI  
NOTE TO BUDGETARY COMPARISION SCHEDULES  
Year Ended December 31, 2017

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, 2017

	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
<b>ASSETS</b>								
Cash and investments	\$ 1,000,344	\$ 4,356,503	\$ 2,786,881	\$ 1,683,461	\$ 268,557	\$ 112,894	\$ 8,700	\$ 7,823
Taxes receivable, net	-	-	983,847	2,224,222	-	-	-	-
Special assessments receivable	-	-	-	-	566,756	-	-	-
Other accounts receivable	-	-	6,222	35,801	-	-	5,739	-
Due from other governments	-	1,466,362	-	-	-	-	-	-
Restricted cash and investments	-	-	300,000	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 1,000,344</b>	<b>\$ 5,822,865</b>	<b>\$ 4,076,950</b>	<b>\$ 3,943,484</b>	<b>\$ 835,313</b>	<b>\$ 112,894</b>	<b>\$ 14,439</b>	<b>\$ 7,823</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)</b>								
<b>Liabilities</b>								
Accounts payable	\$ 128	\$ 164,493	\$ 358,070	\$ 35,002	\$ -	\$ 112,894	\$ -	\$ 234
Accrued expenses	-	64,676	-	-	-	-	-	-
Unearned revenue	4,921	1,316	-	-	-	-	-	-
Due to other funds	-	-	-	-	100,999	57,517	-	-
<b>TOTAL LIABILITIES</b>	<b>5,049</b>	<b>230,485</b>	<b>358,070</b>	<b>35,002</b>	<b>100,999</b>	<b>170,411</b>	<b>-</b>	<b>234</b>
<b>Deferred Inflows of Resources</b>								
Deferred special assessments	-	-	-	-	566,756	-	-	-
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>566,756</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES (DEFICITS)</b>								
<b>Restricted for:</b>								
Elections	-	-	-	-	-	-	-	-
Judicial	-	-	-	-	-	-	14,439	-
Public safety	-	-	3,418,880	-	-	-	-	7,589
Health and welfare	-	-	-	-	-	-	-	-
Senior services	-	-	-	3,908,482	-	-	-	-
Tax maintenance	-	-	-	-	-	-	-	-
Recorder	995,295	-	-	-	-	-	-	-
Sewer district	-	-	-	-	167,558	-	-	-
<b>Committed to:</b>								
Equipment reserves	-	-	300,000	-	-	-	-	-
<b>Assigned to:</b>								
Courthouse administration	-	-	-	-	-	-	-	-
Assessment	-	5,592,380	-	-	-	-	-	-
Unassigned	-	-	-	-	-	(57,517)	-	-
<b>TOTAL FUND BALANCES (DEFICITS)</b>	<b>995,295</b>	<b>5,592,380</b>	<b>3,718,880</b>	<b>3,908,482</b>	<b>167,558</b>	<b>(57,517)</b>	<b>14,439</b>	<b>7,589</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)</b>	<b>\$ 1,000,344</b>	<b>\$ 5,822,865</b>	<b>\$ 4,076,950</b>	<b>\$ 3,943,484</b>	<b>\$ 835,313</b>	<b>\$ 112,894</b>	<b>\$ 14,439</b>	<b>\$ 7,823</b>

GREENE COUNTY, MISSOURI  
 COMBINING BALANCE SHEET – NON-MAJOR GOVERNMENTAL FUNDS (continued)  
 December 31, 2017

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
<b>ASSETS</b>							
Cash and investments	\$ 52,193	\$ 123,638	\$ -	\$ 527	\$ 14,513	\$ 507,273	\$ 436,588
Taxes Receivable, net	-	-	-	-	-	-	-
Special assessments receivable	-	-	-	-	-	-	-
Other accounts receivable	1,654	-	-	-	-	11,076	38,110
Due from other governments	-	-	58,891	-	-	-	-
Restricted cash and investments	-	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<u>\$ 53,847</u>	<u>\$ 123,638</u>	<u>\$ 58,891</u>	<u>\$ 527</u>	<u>\$ 14,513</u>	<u>\$ 518,349</u>	<u>\$ 474,698</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)</b>							
<b>Liabilities</b>							
Accounts payable	\$ -	\$ -	\$ 58,891	\$ -	\$ -	\$ 51,246	\$ 5
Accrued expenses	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	-	-	58,891	-	-	51,246	5
<b>Deferred Inflows of Resources</b>							
Deferred special assessments	-	-	-	-	-	-	-
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	-	-	-	-	-	-	-
<b>FUND BALANCES (DEFICITS)</b>							
<b>Restricted for:</b>							
Elections	-	-	-	-	-	-	474,693
Judicial	-	123,638	-	-	-	467,103	-
Public safety	-	-	-	-	14,513	-	-
Health and welfare	53,847	-	-	-	-	-	-
Senior services	-	-	-	-	-	-	-
Tax maintenance	-	-	-	-	-	-	-
Recorder	-	-	-	-	-	-	-
Sewer district	-	-	-	-	-	-	-
<b>Committed to:</b>							
Equipment reserves	-	-	-	-	-	-	-
<b>Assigned to:</b>							
Courthouse administration	-	-	-	527	-	-	-
Assessment	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
<b>TOTAL FUND BALANCES (DEFICITS)</b>	<u>53,847</u>	<u>123,638</u>	<u>-</u>	<u>527</u>	<u>14,513</u>	<u>467,103</u>	<u>474,693</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)</b>	<u>\$ 53,847</u>	<u>\$ 123,638</u>	<u>\$ 58,891</u>	<u>\$ 527</u>	<u>\$ 14,513</u>	<u>\$ 518,349</u>	<u>\$ 474,698</u>

GREENE COUNTY, MISSOURI  
 COMBINING BALANCE SHEET – NON-MAJOR GOVERNMENTAL FUNDS (continued)  
 December 31, 2017

	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
<b>ASSETS</b>							
Cash and investments	\$ 19,693	\$ 334,295	\$ 11,547	\$ 1,863	\$ 12,857	\$ 165,144	\$ 145,734
Taxes receivable, net	-	-	-	-	-	-	-
Special assessments receivable	-	-	-	-	-	-	-
Other accounts receivable	-	42,523	-	-	517	1,611	2,351
Due from other governments	-	-	-	-	-	-	-
Restricted cash and investments	-	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<u>\$ 19,693</u>	<u>\$ 376,818</u>	<u>\$ 11,547</u>	<u>\$ 1,863</u>	<u>\$ 13,374</u>	<u>\$ 166,755</u>	<u>\$ 148,085</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)</b>							
<b>Liabilities</b>							
Accounts payable	\$ 800	\$ 24,646	\$ -	\$ -	\$ 812	\$ 4,599	\$ 456
Accrued expenses	-	1,870	-	-	-	140	-
Unearned revenue	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<u>800</u>	<u>26,516</u>	<u>-</u>	<u>-</u>	<u>812</u>	<u>4,739</u>	<u>456</u>
Deferred Inflows of Resources							
Deferred special assessments	-	-	-	-	-	-	-
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES (DEFICITS)</b>							
Restricted for:							
Elections	-	-	-	-	-	-	-
Judicial	-	-	11,547	1,863	-	162,016	147,629
Public safety	18,893	350,302	-	-	12,562	-	-
Health and welfare	-	-	-	-	-	-	-
Senior services	-	-	-	-	-	-	-
Tax maintenance	-	-	-	-	-	-	-
Recorder	-	-	-	-	-	-	-
Sewer district	-	-	-	-	-	-	-
Committed to:							
Equipment reserves	-	-	-	-	-	-	-
Assigned to:							
Courthouse administration	-	-	-	-	-	-	-
Assessment	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
<b>TOTAL FUND BALANCES (DEFICITS)</b>	<u>18,893</u>	<u>350,302</u>	<u>11,547</u>	<u>1,863</u>	<u>12,562</u>	<u>162,016</u>	<u>147,629</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)</b>	<u>\$ 19,693</u>	<u>\$ 376,818</u>	<u>\$ 11,547</u>	<u>\$ 1,863</u>	<u>\$ 13,374</u>	<u>\$ 166,755</u>	<u>\$ 148,085</u>



GREENE COUNTY, MISSOURI  
 COMBINING BALANCE SHEET – NON-MAJOR GOVERNMENTAL FUNDS (continued)  
 December 31, 2017

	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	
<b>ASSETS</b>									
Cash and investments	\$ 5,600	\$ 11,990	\$ -	\$ 136,831	\$ 28,120	\$ -	\$ -	\$ 384,066	\$ 12,617,635
Taxes receivable, net	-	-	-	-	-	-	-	-	3,208,069
Special assessments receivable	-	-	-	-	-	-	-	-	566,756
Other accounts receivable	292	-	-	170	1,158	58,203	34,349	10,938	250,714
Due from other governments	-	-	-	-	-	-	-	-	1,525,253
Restricted cash and investments	-	-	-	-	-	-	-	-	300,000
<b>TOTAL ASSETS</b>	<b>\$ 5,892</b>	<b>\$ 11,990</b>	<b>\$ -</b>	<b>\$ 137,001</b>	<b>\$ 29,278</b>	<b>\$ 58,203</b>	<b>\$ 34,349</b>	<b>\$ 395,004</b>	<b>\$ 18,468,427</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)</b>									
<b>Liabilities</b>									
Accounts payable	\$ -	\$ -	\$ -	\$ 17,510	\$ -	\$ 9,634	\$ -	\$ 11,528	\$ 850,948
Accrued expenses	-	-	-	5,932	-	-	-	3,325	75,943
Unearned revenue	-	-	-	-	-	-	-	-	6,237
Due to other funds	-	-	-	-	-	4,148	32,349	-	195,013
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23,442</b>	<b>-</b>	<b>13,782</b>	<b>32,349</b>	<b>14,853</b>	<b>1,128,141</b>
Deferred Inflows of Resources									
Deferred special assessments	-	-	-	-	-	-	-	-	566,756
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>566,756</b>
<b>FUND BALANCES (DEFICITS)</b>									
Restricted for:									
Elections	-	-	-	-	-	-	2,000	-	476,693
Judicial	5,892	-	-	-	-	-	-	-	934,127
Public safety	-	11,990	-	113,559	29,278	44,421	-	-	3,977,566
Health and welfare	-	-	-	-	-	-	-	-	53,847
Senior services	-	-	-	-	-	-	-	-	3,908,482
Tax maintenance	-	-	-	-	-	-	-	380,151	380,151
Recorder	-	-	-	-	-	-	-	-	995,295
Sewer district	-	-	-	-	-	-	-	-	167,558
Committed to:									
Equipment reserves	-	-	-	-	-	-	-	-	300,000
Assigned to:									
Courthouse administration	-	-	-	-	-	-	-	-	527
Assessment	-	-	-	-	-	-	-	-	5,592,380
Unassigned	-	-	-	-	-	-	-	-	(13,096)
<b>TOTAL FUND BALANCES (DEFICITS)</b>	<b>5,892</b>	<b>11,990</b>	<b>-</b>	<b>113,559</b>	<b>29,278</b>	<b>44,421</b>	<b>2,000</b>	<b>380,151</b>	<b>16,773,530</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)</b>	<b>\$ 5,892</b>	<b>\$ 11,990</b>	<b>\$ -</b>	<b>\$ 137,001</b>	<b>\$ 29,278</b>	<b>\$ 58,203</b>	<b>\$ 34,349</b>	<b>\$ 395,004</b>	<b>\$ 18,468,427</b>

GREENE COUNTY, MISSOURI  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – NON-MAJOR GOVERNMENTAL FUNDS  
 Year Ended December 31, 2017

	Special Revenue Funds							
	Recorder's				Greene County	Real	31st Judicial	Sheriff
	User Fund	Assessment Fund	E-911 Fund	Senior Services Fund	Sewer District Fund	Property Improvement Fund	Circuit Surcharge Fund	K-9 Fund
REVENUES								
Taxes	\$ -	\$ -	\$ 6,371,122	\$ 2,522,103	\$ 162,997	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	-	-	-	-	-
Fees and charges	158,362	2,250,995	-	-	-	-	74,121	18,150
Interest	8,814	42,614	37,525	36,540	-	-	338	-
Other	-	-	3,950	40,000	-	-	-	-
TOTAL REVENUES	167,176	2,293,609	6,412,597	2,598,643	162,997	-	74,459	18,150
EXPENDITURES								
Current								
General government	134,033	2,084,403	-	-	-	-	-	-
Judicial	-	-	-	-	-	-	-	-
Public safety	-	-	5,664,141	-	-	-	-	45,511
Health and welfare	-	-	-	2,564,974	-	-	-	-
Debt service	-	-	-	-	139,683	-	-	-
Capital outlay	-	-	-	-	-	1,499,171	-	-
TOTAL EXPENDITURES	134,033	2,084,403	5,664,141	2,564,974	139,683	1,499,171	-	45,511
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	33,143	209,206	748,456	33,669	23,314	(1,499,171)	74,459	(27,361)
OTHER FINANCING SOURCES (USES)								
Operating transfers in (out)	-	-	(682,286)	-	-	1,246,399	(75,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	(682,286)	-	-	1,246,399	(75,000)	-
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES)	33,143	209,206	66,170	33,669	23,314	(252,772)	(541)	(27,361)
FUND BALANCE (DEFICIT), January 1	962,152	5,383,174	3,652,710	3,874,813	144,244	195,255	14,980	34,950
EQUITY TRANSFER	-	-	-	-	-	-	-	-
FUND BALANCE (DEFICIT), December 31	\$ 995,295	\$ 5,592,380	\$ 3,718,880	\$ 3,908,482	\$ 167,558	\$ (57,517)	\$ 14,439	\$ 7,589

GREENE COUNTY, MISSOURI  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – NON-MAJOR GOVERNMENTAL FUNDS  
 (continued)  
 Year Ended December 31, 2017

	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	-	-	233,544	-	5,156	100,168	-
Fees and charges	46,903	69,833	-	-	-	506,338	162,997
Interest	236	5,849	-	-	-	3,509	2,502
Other	2,919	-	-	323	-	-	-
TOTAL REVENUES	50,058	75,682	233,544	323	5,156	610,015	165,499
EXPENDITURES							
Current							
General government	-	-	233,544	38	-	-	115,011
Judicial	-	54,291	-	-	-	899,691	-
Public safety	-	-	-	-	49	-	-
Health and welfare	50,000	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
TOTAL EXPENDITURES	50,000	54,291	233,544	38	49	899,691	115,011
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	58	21,391	-	285	5,107	(289,676)	50,488
OTHER FINANCING SOURCES (USES)							
Operating transfers in (out)	-	-	-	-	-	-	(7,109)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-	-	(7,109)
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES)	58	21,391	-	285	5,107	(289,676)	43,379
FUND BALANCE (DEFICIT), January 1	53,789	102,247	-	242	9,406	756,779	431,314
EQUITY TRANSFER	-	-	-	-	-	-	-
FUND BALANCE (DEFICIT), December 31	\$ 53,847	\$ 123,638	\$ -	\$ 527	\$ 14,513	\$ 467,103	\$ 474,693

GREENE COUNTY, MISSOURI  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – NON-MAJOR GOVERNMENTAL FUNDS  
 (continued)  
 Year Ended December 31, 2017

	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	21,769	-	-	-	56,569	-	-
Fees and charges	-	470,713	3,421	-	-	38,636	57,207
Interest	231	1,943	-	-	107	972	814
Other	10,957	-	-	-	1,679	-	-
TOTAL REVENUES	32,957	472,656	3,421	-	58,355	39,608	58,021
EXPENDITURES							
Current							
General government	-	-	-	-	-	-	-
Judicial	-	-	1,000	-	-	36,099	37,299
Public safety	77,333	301,752	-	-	59,489	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
TOTAL EXPENDITURES	77,333	301,752	1,000	-	59,489	36,099	37,299
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	(44,376)	170,904	2,421	-	(1,134)	3,509	20,722
OTHER FINANCING SOURCES (USES)							
Operating transfers in (out)	-	729	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	729	-	-	-	-	-
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES)	(44,376)	171,633	2,421	-	(1,134)	3,509	20,722
FUND BALANCE (DEFICIT), January 1	63,269	178,669	9,126	1,863	13,696	158,507	126,907
EQUITY TRANSFER	-	-	-	-	-	-	-
FUND BALANCE (DEFICIT), December 31	\$ 18,893	\$ 350,302	\$ 11,547	\$ 1,863	\$ 12,562	\$ 162,016	\$ 147,629

GREENE COUNTY, MISSOURI  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – NON-MAJOR GOVERNMENTAL FUNDS  
 (continued)  
 Year Ended December 31, 2017

	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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,056,222
Intergovernmental revenues	-	-	-	217	-	-	-	-	417,423
Fees and charges	3,966	6,867	-	57,680	15,556	50,000	417,673	354,633	4,764,051
Interest	-	-	-	1,149	-	-	-	3,130	146,273
Other	-	-	-	-	-	700	-	-	60,528
TOTAL REVENUES	3,966	6,867	-	59,046	15,556	50,700	417,673	357,763	14,444,497
EXPENDITURES									
Current									
General government	-	-	-	-	-	-	424,980	235,049	3,227,058
Judicial	3,676	-	-	-	-	-	-	-	1,032,056
Public safety	-	4,875	-	233,471	5,242	30,564	-	-	6,422,427
Health and welfare	-	-	-	-	-	-	-	-	2,614,974
Debt service	-	-	-	-	-	-	-	-	139,683
Capital outlay	-	-	-	-	-	-	-	-	1,499,171
TOTAL EXPENDITURES	3,676	4,875	-	233,471	5,242	30,564	424,980	235,049	14,935,369
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	290	1,992	-	(174,425)	10,314	20,136	(7,307)	122,714	(490,872)
OTHER FINANCING SOURCES (USES)									
Operating transfers in (out)	-	-	-	2,400	-	-	7,109	(64,460)	427,782
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	2,400	-	-	7,109	(64,460)	427,782
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES)	290	1,992	-	(172,025)	10,314	20,136	(198)	58,254	(63,090)
FUND BALANCE (DEFICIT), January 1	5,602	9,998	(68,345)	285,584	18,964	24,285	2,198	321,897	16,768,275
EQUITY TRANSFER	-	-	68,345	-	-	-	-	-	68,345
FUND BALANCE, (DEFICIT) December 31	\$ 5,892	\$ 11,990	\$ -	\$ 113,559	\$ 29,278	\$ 44,421	\$ 2,000	\$ 380,151	\$ 16,773,530

## **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, 2017, 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 22, 2018.

**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 22, 2018





## **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, 2017. 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.

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Member of The Leading Edge Alliance

### **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, 2017.

### **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 22, 2018

GREENE COUNTY, MISSOURI  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended December 31, 2017

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	\$ -	\$ 4,061
Child Nutrition Cluster				
Summer Food Service Program	10.559	ERS0462502S	-	1,238
Department of Elementary and Secondary Education				
Child Nutrition Cluster				
National School Breakfast Program	10.553	20177N109943	-	3,659
		20188N109943	-	1,096
National School Lunch Program	10.555	20177N109943	-	8,255
		20188N109943	-	3,057
			<u>-</u>	<u>17,305</u>
TOTAL CHILD NUTRITION CLUSTER				-
TOTAL U.S. DEPARTMENT OF AGRICULTURE				21,366
<u>U.S. DEPARTMENT OF JUSTICE</u>				
Direct				
Cooperative Agreement	16.000	N/A	-	27,108
Equitable Sharing of Seized Property	16.000	MO0390000	-	83,342
			-	110,450
Bulletproof Vest Partnership Program	16.607	N/A	-	172
Missouri Department of Public Safety				
Crime Victim Assistance	16.575	2016-VOCA-15-MO	-	18,936
Missouri Association of Prosecuting Attorneys				
Crime Victim Assistance	16.575	ER130180073	-	10,575
			-	29,511
Missouri Department of Public Safety				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2015-MU-BX-0451	106,248	106,248
		2016-MU-BX-0922	16,199	16,199
City of Springfield				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2016-DJ-BX-0997	-	58,883
			<u>122,447</u>	<u>181,330</u>
TOTAL U.S. DEPARTMENT OF JUSTICE				321,463
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
Direct				
Substance Abuse and Mental Health Services	93.243	1H79TI025012-01	-	101,513
Missouri Department of Social Services				
Child Support Enforcement	93.563	ER10217C035	-	675,198
Office of the State Court Administrator				
State Court Improvement Program	93.586	OSCA 16-015-27	-	1,307
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				778,018

GREENE COUNTY, MISSOURI  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)  
Year Ended December 31, 2017

Federal Grantor Pass Through Grantor/ Program Title	Federal CFDA Number	Pass-through Grantor's Number/ Identifying number	Pass-through to Subrecipients	Federal Expenditures
<u>EXECUTIVE OFFICE OF THE PRESIDENT</u>				
Missouri Department of Public Safety High Intensity Drug Trafficking Program	95.001	G16MW0001A-J G17MW0001A-J	- -	16,700 55,546
TOTAL EXECUTIVE OFFICE OF THE PRESIDENT			-	72,246
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>				
Missouri State University Homeland Security Grant Program	97.067	EMW-2016-SS-0049	-	19,800
State Emergency Management Agency Emergency Management Performance Grants	97.042	EMK-2017-EP-APP-00006-043	-	248,916
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY			-	268,716
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>				
Missouri Department of Transportation Highway Planning and Construction Grant	20.205	STP-5909(802) BRO-039(35) GWZEC02Z	- - -	310,887 662,466 2,366
			-	975,719
Missouri Division of Highway Safety Alcohol Open Container Requirements	20.607	17-154-AL-026 17-154-AL-027 18-154-AL-150	- - -	34,734 31,162 11,751
University of Central Missouri Alcohol Open Container Requirements	20.607	18-154-AL-154	-	722
			-	78,369
Missouri Department of Transportation Highway Safety Cluster State and Community Highway Safety	20.600	17-PT-02-110 18-PT-02-034 17-PT-02-131 18-PT-02-118	- - - -	47,777 15,642 19,273 6,123
University of Central Missouri Highway Safety Cluster State and Community Highway Safety	20.600	17-OP-05-012	-	400
			-	89,215
Missouri Department of Transportation Highway Safety Cluster National Priority Safety Programs	20.616	17-M5HVE-03-004 18-M5HVE-03-009 18-M5HVE-03-036 17-M2HVE-05-002 18-M2HVE-05-006	- - - - -	43,544 12,529 6,460 17,822 1,607
University of Central Missouri Highway Safety Cluster National Priority Safety Programs	20.616	17-M5HVE-03-022	-	3,295
TOTAL HIGHWAY SAFETY CLUSTER			-	85,257
TOTAL U.S. DEPARTMENT OF TRANSPORTATION			-	1,228,560
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 122,447	\$ 2,690,369

N/A - Not Applicable

GREENE COUNTY, MISSOURI  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended December 31, 2017

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, 2017. 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>\$ 122,447</u>

GREENE COUNTY, MISSOURI  
SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended December 31, 2017

**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  no
- Significant deficiency(ies) identified:  yes  none reported

Noncompliance material to financial statements noted?

yes  no

*Federal Awards*

Internal control over major federal programs:

- Material weakness(es) identified?  yes  no
- Significant deficiency(ies) identified:  yes  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  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?

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, 2017

There were no prior audit findings.