

GREENE COUNTY, MISSOURI
BASIC FINANCIAL STATEMENTS
Year Ended December 31, 2012

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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, 2012, 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.

Auditor's Responsibility

Our responsibility is to express an opinion 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. 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 auditor's 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 entity'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 entity'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.

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, 2012, 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 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 and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations* and is not a required part of the basic financial statements.

The combining nonmajor 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 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor fund financial statements and schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the financial statements as a whole.

Greene County Commission
Greene County
Springfield, Missouri

As discussed in Note A to the basic financial statements, the County adopted the provisions of GASB statement No. 63 – *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position* and GASB Statement No. 65 – *Items Previously Reported as Assets and Liabilities* during the year ended December 31, 2012.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 26, 2013, 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.

Davis, Lynn & Moots, PC

DAVIS, LYNN & MOOTS, P.C.
June 26, 2013

MANAGEMENT'S DISCUSSION AND ANALYSIS

**MANAGEMENT'S DISCUSSION AND ANALYSIS
GREENE COUNTY, MISSOURI
DECEMBER 31, 2012**

The management's discussion and analysis of Greene County's financial performance provides an overview of the County's financial activities for the fiscal year ended December 31, 2012. Please read it in conjunction with the County's financial statements, which begin on page 14.

Financial Highlights

- The net position of the County's governmental activities increased by \$5,630,350 as a result of current year activities.
- The assets of the County exceeded its liabilities as of December 31, 2012, by \$239 million (net assets). Of this amount \$67 million was unrestricted and may be used to meet future obligations of the County.
- Total long-term liabilities of the County increased by \$15,677,329 due to issuance of the 2012A, 2012B, and 2012C Limited General Obligation Bonds.

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 liabilities 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 liabilities – 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, 2012**

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, 2012 and 2011:

| | December 31, | |
|--|-----------------------|-----------------------|
| | 2012 | 2011 |
| Current and other assets | \$ 63,704,277 | \$ 76,561,957 |
| Special assessment taxes receivable | 17,268,684 | - |
| Capital assets | 215,954,095 | 219,389,636 |
| TOTAL ASSETS | 296,927,056 | 295,951,593 |
| Other liabilities | 5,756,200 | 26,088,416 |
| Long-term liabilities outstanding | 52,286,024 | 36,608,695 |
| TOTAL LIABILITIES | 58,042,224 | 62,697,111 |
| Net assets: | | |
| Invested in capital assets net of related debt | 163,424,560 | 166,563,430 |
| Restricted | 7,969,663 | 4,488,415 |
| Unrestricted | 67,490,609 | 62,202,637 |
| TOTAL NET ASSETS | \$ 238,884,832 | \$ 233,254,482 |

**MANAGEMENT'S DISCUSSION AND ANALYSIS
GREENE COUNTY, MISSOURI
DECEMBER 31, 2012**

Total net position of the County increased by \$5,630,350 for the year due to current year activity. Total liabilities for the County have decreased by \$4,654,887. Restricted net position of the County totaled \$7,969,663 as of December 31, 2012. This amount represents monies that are restricted for debt service as well as projects and programs within the County.

CHANGES IN NET POSITION

| | Year Ended December 31, | |
|--|-------------------------|---------------------|
| | 2012 | 2011 |
| REVENUES | | |
| Program Revenues | | |
| Charges for services | \$ 17,716,050 | \$ 15,375,944 |
| Operating grants and contributions | 4,239,458 | 4,502,702 |
| Capital grants and contributions | 2,078,494 | 2,929,360 |
| General Revenues | | |
| Ad valorem taxes | 12,806,517 | 13,395,387 |
| Sales taxes | 55,009,337 | 56,270,438 |
| Special assessment taxes | 17,268,684 | - |
| Franchise fees | 549,371 | 497,914 |
| Surtax | 1,930,271 | 1,820,391 |
| Motor vehicle and gas taxes | 3,388,000 | 3,320,682 |
| Other taxes | 191,871 | 230,178 |
| Interest | 1,095,568 | 504,938 |
| Other revenue | 599,729 | 417,776 |
| Special Item | | |
| Net gain on disposal of capital assets | 568,797 | - |
| TOTAL REVENUES | 117,442,147 | 99,265,710 |
| EXPENSES | | |
| General government | 13,495,719 | 11,586,009 |
| Judicial | 9,861,873 | 9,963,558 |
| Public safety | 29,881,180 | 30,482,182 |
| Public works | 1,578,393 | 1,748,294 |
| Health and welfare | 3,692,369 | 3,405,936 |
| Highways and roads | 36,182,638 | 18,388,041 |
| Parks | 14,298,838 | 17,849,550 |
| Debt service | 2,820,787 | 1,000,139 |
| TOTAL EXPENSES | 111,811,797 | 94,423,709 |
| INCREASE IN NET POSITION | \$ 5,630,350 | \$ 4,842,001 |

**MANAGEMENT'S DISCUSSION AND ANALYSIS
GREENE COUNTY, MISSOURI
DECEMBER 31, 2012**

Governmental Activities

Governmental activities increased the net assets of the County by \$5,630,350. Tax revenues for the County were \$91.1 million, which represents 78% of the funding of these activities. Program revenues for the functions totaled \$24 million or 21% 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 | \$ 13,495,719 | \$ 4,167,199 | 31% |
| Judicial | 9,861,873 | 6,046,409 | 61% |
| Public safety | 29,881,180 | 20,969,319 | 70% |
| Public works | 1,578,393 | 946,773 | 60% |
| Health and welfare | 3,692,369 | 3,344,884 | 91% |
| Highways and roads | 36,182,638 | 35,232,533 | 97% |
| Parks | 14,298,838 | 14,249,891 | 99% |
| Debt service | 2,820,787 | 2,820,787 | 100% |
| | <u>\$ 111,811,797</u> | <u>\$ 87,777,795</u> | |

Financial Analysis of the County's Funds

The combined fund balances of the County's governmental funds as of December 31, 2012, was \$61 million. The General Fund increased by \$1,790,922. The Road and Bridge Fund decreased by \$905,285. The Law Enforcement Sales Tax I Fund increased by \$232,286. The Park Sales Tax Fund decreased by \$339,978.

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 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 \$1,582,311 in funding to LEST in 2012.

The Parks Tax II Fund was established in 2007 for storm water projects in unincorporated Greene County. The projects pursued each year are dependent on the need and funds available. The tax sunseted on June 30, 2012.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
GREENE COUNTY, MISSOURI
DECEMBER 31, 2012**

General Fund Budgetary Highlights

Final results for any given year will generally differ from the year's adopted budget. The final budget of the County's General Fund for 2012 was \$33.7M. Actual expenditures were \$33.1M.

Capital Asset and Debt Administration

Capital Assets

Capital assets of the governmental activities were \$216 million (net of accumulated depreciation) as of December 31, 2012. This represents a \$3,435,541 decrease from the prior year.

Significant expenditures for capital assets during 2012 are as follows:

- Infrastructure Assets including Bridges - \$2,420,091 and Roads - \$1,374,671
- Public Safety Center - \$7,438,858

Debt

Total debt of the governmental activities as of December 31, 2012, was \$54.2 million, which is up \$271,341 from the prior year. The County made principal payments of \$640,000, \$1,450,000, and \$73,339 on the County's certificates of participation, special obligation bonds, and special assessment debt, respectively. Compensated absences increased by \$25,330. The County issued \$17,270,000 in limited general obligation bonds to retire the short-term general obligation notes and to make improvements in the Jamestown and Wilson Creek Neighborhood Improvements Districts.

Economic Factors and Next Year's Budget

The 2013 adopted budget reflects a decrease in total revenue of 2.4%. Sales tax is projected at 0.25% growth. There is no cost of living increase for personnel. The increased spending for law enforcement continues to exceed funding. Neighborhood Improvement Districts have been established with permanent financing.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
GREENE COUNTY, MISSOURI
DECEMBER 31, 2012**

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
Springfield, Missouri 65802
(417) 868-4120

GREENE COUNTY, MISSOURI
STATEMENT OF NET POSITION
December 31, 2012

| | <u>Governmental Activities</u> |
|---|------------------------------------|
| ASSETS | |
| Current | |
| Cash and investments - unrestricted | \$ 19,421,275 |
| Taxes receivable, net | 21,603,897 |
| Commissions receivable | 1,983,231 |
| Other accounts receivable | 2,171,818 |
| Prepaid expenses | 47,247 |
| Due from other governments | 2,662,458 |
| Restricted cash and investments | 15,814,351 |
| Special assessment taxes receivable | 17,268,684 |
| Capital Assets: | |
| Non-depreciable | 3,479,245 |
| Depreciable, net | 212,474,850 |
| TOTAL ASSETS | <u>296,927,056</u> |
| LIABILITIES | |
| Current | |
| Accounts payable | 2,478,919 |
| Accrued expenses | 31,145 |
| Accrued interest payable | 438,967 |
| Due to others | 101,481 |
| Current maturities of long-term debt | <u>2,705,688</u> |
| | 5,756,200 |
| Noncurrent | |
| Special obligation bonds payable | 30,270,000 |
| Limited general obligation bonds payable | 16,815,000 |
| Special assessment debt | 227,867 |
| Certificates of participation payable | 1,895,000 |
| Lease payable | 615,980 |
| Other post employment benefit obligation | 376,138 |
| Net pension obligation | 374,092 |
| Compensated absences payable | <u>1,711,947</u> |
| | <u>52,286,024</u> |
| TOTAL LIABILITIES | <u>58,042,224</u> |
| NET POSITION | |
| Invested in capital assets, net of related debt | 163,424,560 |
| Restricted | 7,969,663 |
| Unrestricted | 67,490,609 |
| TOTAL NET POSITION | <u><u>\$ 238,884,832</u></u> |

See accompanying notes.

GREENE COUNTY, MISSOURI
STATEMENT OF ACTIVITIES
Year Ended December 31, 2012

| Functions/Programs | Expenses | Program Revenues | | | Net Revenues (Expenses) and Changes in Net Assets |
|--------------------------------------|-------------------------|----------------------------|--|--|--|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities |
| Governmental activities | | | | | |
| General government | \$ (13,495,719) | \$ 8,179,902 | \$ 696,651 | \$ 451,967 | \$ (4,167,199) |
| Judicial | (9,861,873) | 1,507,273 | 2,308,191 | - | (6,046,409) |
| Public safety | (29,881,180) | 6,753,626 | 562,536 | 1,595,699 | (20,969,319) |
| Public works | (1,578,393) | - | 631,620 | - | (946,773) |
| Health and welfare | (3,692,369) | 307,025 | 40,460 | - | (3,344,884) |
| Highways and roads | (36,182,638) | 919,277 | - | 30,828 | (35,232,533) |
| Parks | (14,298,838) | 48,947 | - | - | (14,249,891) |
| Debt service | (2,820,787) | - | - | - | (2,820,787) |
| TOTAL GOVERNMENTAL ACTIVITIES | \$ (111,811,797) | \$ 17,716,050 | \$ 4,239,458 | \$ 2,078,494 | (87,777,795) |
| | | General Revenues | | | |
| | | | | | 12,806,517 |
| | | | | | 55,009,337 |
| | | | | | 549,371 |
| | | | | | 1,930,271 |
| | | | | | 887,645 |
| | | | | | 2,500,355 |
| | | | | | 17,268,684 |
| | | | | | 191,871 |
| | | | | | 1,095,568 |
| | | | | | 599,729 |
| | | | | Special item | |
| | | | | Net gain disposal of capital assets | 568,797 |
| | | | | Total General Revenues and Special Item | 93,408,145 |
| | | | | Changes in Net Assets | 5,630,350 |
| | | | | Net Assets, Beginning of year, as restated | 233,254,482 |
| | | | | Net Assets, End of year | \$ 238,884,832 |

See accompanying notes.

GREENE COUNTY, MISSOURI
BALANCE SHEET – GOVERNMENTAL FUNDS
December 31, 2012

| | Special Revenue Funds | | | | | | |
|---------------------------------|-----------------------|----------------------------|---------------------|---|---------------------------|----------------------------|--|
| | General Fund | Road and Bridge Fund | Assessment Fund | Law Enforcement Sales Tax I Fund | Park Sales Tax Fund | Senior Services Fund | Greene County Sewer District Fund |
| ASSETS | | | | | | | |
| Cash and investments | \$ 1,308,139 | \$ 6,619,445 | \$ 2,686,521 | \$ 28,463 | \$ 1,236,992 | \$ 2,075,958 | \$ 32,332 |
| Taxes receivable, net | 7,196,032 | 7,196,922 | - | 1,719,627 | 1,710,946 | 1,845,473 | 227,867 |
| Commissions receivable | 1,983,231 | - | - | - | - | - | - |
| Special assessments receivable | - | - | - | - | - | - | - |
| Other accounts receivable | 1,574,407 | 475,711 | - | - | 10,833 | 121 | - |
| Inventory | 47,247 | - | - | - | - | - | - |
| Due from other funds | 3,717,850 | - | - | - | - | - | - |
| Due from other governments | 1,145,535 | - | 1,113,461 | 1,576 | - | - | - |
| Restricted cash and investments | 3,358,819 | 3,123,586 | 24,464 | 381,516 | - | - | - |
| TOTAL ASSETS | \$ 20,331,260 | \$ 17,415,664 | \$ 3,824,446 | \$ 2,131,182 | \$ 2,958,771 | \$ 3,921,552 | \$ 260,199 |
| LIABILITIES | | | | | | | |
| Accounts payable | \$ 1,070,035 | \$ 331,456 | \$ 13,715 | \$ 23,507 | \$ 2,923 | \$ 106,817 | \$ 1,212 |
| Accrued expenses | 31,023 | - | - | 52 | - | - | - |
| Due to other funds | - | - | - | 3,207,379 | - | - | 58,955 |
| Deferred revenue | 93,479 | 92,078 | - | - | - | - | 227,867 |
| Due to others | 101,481 | - | - | - | - | - | - |
| TOTAL LIABILITIES | 1,296,018 | 423,534 | 13,715 | 3,230,938 | 2,923 | 106,817 | 288,034 |

See accompanying notes.

GREENE COUNTY, MISSOURI
BALANCE SHEET – GOVERNMENTAL FUNDS (continued)
December 31, 2012

| | Special Revenue Funds | | | | | | Greene County Sewer District Fund |
|--|-----------------------|----------------------------|---------------------|---|---------------------------|----------------------------|--|
| | General Fund | Road and Bridge Fund | Assessment Fund | Law Enforcement Sales Tax I Fund | Park Sales Tax Fund | Senior Services Fund | |
| FUND BALANCES | | | | | | | |
| Nonspendable | | | | | | | |
| Inventory | 47,247 | - | - | - | - | - | - |
| Restricted for: | | | | | | | |
| McGraw Potter Trust | 1,000 | - | - | - | - | - | - |
| Right of way bonds | - | 31,255 | - | - | - | - | - |
| Road and Bridge | - | 13,868,544 | - | - | - | - | - |
| Elections | - | - | - | - | - | - | - |
| Judicial | - | - | - | - | - | - | - |
| Public safety | - | - | - | - | - | - | - |
| Health and Welfare | - | - | - | - | - | - | - |
| Tax Maintenance | - | - | - | - | - | - | - |
| Recorder | - | - | - | - | - | - | - |
| Parks | - | - | - | - | 2,955,848 | - | - |
| Senior Services | - | - | - | - | - | 3,814,735 | - |
| Capital Projects | - | - | - | - | - | - | - |
| Debt service | - | - | - | 381,556 | - | - | - |
| Committed to: | | | | | | | |
| Operating cash reserves | 2,000,000 | 2,000,000 | - | - | - | - | - |
| Health insurance reserves | 357,819 | 92,331 | - | - | - | - | - |
| Liability insurance reserves | 1,000,000 | 1,000,000 | - | - | - | - | - |
| Equipment reserves | - | - | - | - | - | - | - |
| Assign to: | | | | | | | |
| Courthouse administration | - | - | - | - | - | - | - |
| Assessment | - | - | 3,810,731 | - | - | - | - |
| Unassigned, reported in: | | | | | | | |
| General Fund | 15,629,176 | - | - | - | - | - | - |
| Special Revenue Funds | - | - | - | (1,481,312) | - | - | (27,835) |
| TOTAL FUND BALANCES | 19,035,242 | 16,992,130 | 3,810,731 | (1,099,756) | 2,955,848 | 3,814,735 | (27,835) |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 20,331,260 | \$ 17,415,664 | \$ 3,824,446 | \$ 2,131,182 | \$ 2,958,771 | \$ 3,921,552 | \$ 260,199 |

See accompanying notes.

GREENE COUNTY, MISSOURI
BALANCE SHEET – GOVERNMENTAL FUNDS (continued)
December 31, 2012

| | Special Revenue Funds | | | | Capital Projects Funds | | | | |
|---------------------------------|-----------------------|----------------------------|---|-------------------------|---|--|---|---|--------------------------------|
| | 911 Fund | Recorder's User Fund | Real Property Improvement Fund | Debt Service Fund | Public Safety Center Project Fund | Dan Kinney Park Project Fund | Energy Efficiency Bond Project Fund | Nonmajor Special Revenue Funds | Total Governmental Funds |
| ASSETS | | | | | | | | | |
| Cash and investments | \$ 1,826,717 | \$ 617,308 | \$ 482,178 | \$ - | \$ - | \$ - | \$ - | \$ 2,507,222 | \$ 19,421,275 |
| Taxes receivable, net | 847,216 | - | - | - | - | - | - | 859,814 | 21,603,897 |
| Commissions receivable | - | - | - | - | - | - | - | - | 1,983,231 |
| Special assessments receivable | - | - | - | 17,268,684 | - | - | - | - | 17,268,684 |
| Other accounts receivable | - | - | - | - | - | - | - | 110,746 | 2,171,818 |
| Inventory | - | - | - | - | - | - | - | - | 47,247 |
| Due from other funds | - | - | - | - | - | - | - | 1,616 | 3,719,466 |
| Due from other governments | - | - | 401,886 | - | - | - | - | - | 2,662,458 |
| Restricted cash and investments | 300,000 | - | 4,066,603 | 4,559,363 | - | - | - | - | 15,814,351 |
| TOTAL ASSETS | \$ 2,973,933 | \$ 617,308 | \$ 4,950,667 | \$ 21,828,047 | \$ - | \$ - | \$ - | \$ 3,479,398 | \$ 84,692,427 |
| LIABILITIES | | | | | | | | | |
| Accounts payable | \$ 661,401 | \$ 552 | \$ 203,761 | \$ - | \$ - | \$ - | \$ - | \$ 63,540 | \$ 2,478,919 |
| Accrued expenses | 1 | - | - | - | - | - | - | 69 | 31,145 |
| Due to other funds | - | - | 376,485 | - | - | - | - | 76,647 | 3,719,466 |
| Deferred revenue | - | - | - | 17,220,753 | - | - | - | - | 17,634,177 |
| Due to others | - | - | - | - | - | - | - | - | 101,481 |
| TOTAL LIABILITIES | 661,402 | 552 | 580,246 | 17,220,753 | - | - | - | 140,256 | 23,965,188 |

See accompanying notes.

GREENE COUNTY, MISSOURI
BALANCE SHEET – GOVERNMENTAL FUNDS (continued)
December 31, 2012

| | Special Revenue Funds | | | | Capital Projects Funds | | | | Total Governmental Funds |
|------------------------------|-----------------------|----------------------------|---|-------------------------|---|--|---|---|--------------------------------|
| | 911 Fund | Recorder's User Fund | Real Property Improvement Fund | Debt Service Fund | Public Safety Center Project Fund | Dan Kinney Park Project Fund | Energy Efficiency Bond Project Fund | Nonmajor Special Revenue Funds | |
| FUND BALANCES | | | | | | | | | |
| Nonspendable | | | | | | | | | |
| Inventory | - | - | - | - | - | - | - | - | 47,247 |
| Restricted for: | | | | | | | | | |
| McGraw Potter Trust | - | - | - | - | - | - | - | - | 1,000 |
| Right of way bonds | - | - | - | - | - | - | - | - | 31,255 |
| Road and Bridge | - | - | - | - | - | - | - | - | 13,868,544 |
| Elections | - | - | - | - | - | - | - | 290,738 | 290,738 |
| Judicial | - | - | - | - | - | - | - | 494,265 | 494,265 |
| Public safety | 2,012,531 | - | - | - | - | - | - | 1,886,811 | 3,899,342 |
| Health and Welfare | - | - | - | - | - | - | - | 46,285 | 46,285 |
| Tax Maintenance | - | - | - | - | - | - | - | 623,576 | 623,576 |
| Recorder | - | 616,756 | - | - | - | - | - | - | 616,756 |
| Parks | - | - | - | - | - | - | - | - | 2,955,848 |
| Senior Services | - | - | - | - | - | - | - | - | 3,814,735 |
| Capital Projects | - | - | 4,370,421 | - | - | - | - | - | 4,370,421 |
| Debt Service | - | - | - | 4,607,294 | - | - | - | - | 4,988,850 |
| Committed to: | | | | | | | | | |
| Operating cash reserves | - | - | - | - | - | - | - | - | 4,000,000 |
| Health insurance reserves | - | - | - | - | - | - | - | - | 450,150 |
| Liability insurance reserves | - | - | - | - | - | - | - | - | 2,000,000 |
| Equipment reserves | 300,000 | - | - | - | - | - | - | - | 300,000 |
| Assign to: | | | | | | | | | |
| Courthouse administration | - | - | - | - | - | - | - | 687 | 687 |
| Assessment | - | - | - | - | - | - | - | - | 3,810,731 |
| Unassigned, reported in: | | | | | | | | | |
| General Fund | - | - | - | - | - | - | - | - | 15,629,176 |
| Special Revenue Funds | - | - | - | - | - | - | - | (3,220) | (1,512,367) |
| TOTAL FUND BALANCES | 2,312,531 | 616,756 | 4,370,421 | 4,607,294 | - | - | - | 3,339,142 | 60,727,239 |
| TOTAL LIABILITIES | | | | | | | | | |
| AND FUND BALANCES | \$ 2,973,933 | \$ 617,308 | \$ 4,950,667 | \$ 21,828,047 | \$ - | \$ - | \$ - | \$ 3,479,398 | \$ 84,692,427 |

See accompanying notes.

GREENE COUNTY, MISSOURI
 RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF
 NET POSITION
 December 31, 2012

| | |
|--|------------------------------|
| Fund balance - total governmental funds | \$ 60,727,239 |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds: | |
| Governmental capital assets | 318,702,674 |
| Less accumulated depreciation | <u>(102,748,579)</u> |
| | 215,954,095 |
| Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due | (438,967) |
| Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds | (54,763,845) |
| Adjustment of deferred revenue | <u>17,406,310</u> |
| Net position of governmental activities | <u><u>\$ 238,884,832</u></u> |

See accompanying notes.

GREENE COUNTY, MISSOURI
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
 Year Ended December 31, 2012

| | Special Revenue Funds | | | | | | |
|--|-----------------------|----------------------|---------------------|----------------------------------|---------------------|----------------------|-----------------------------------|
| | General Fund | Road and Bridge Fund | Assessment Fund | Law Enforcement Sales Tax I Fund | Park Sales Tax Fund | Senior Services Fund | Greene County Sewer District Fund |
| REVENUES | | | | | | | |
| Taxes | \$ 18,144,454 | \$ 20,956,433 | \$ - | \$ 11,186,132 | \$ 14,463,675 | \$ 2,170,609 | \$ 226,082 |
| Collector's commission | 2,961,119 | - | - | - | - | - | - |
| Licenses and permits | 248,933 | - | - | - | - | - | - |
| Intergovernmental revenue | 3,632,662 | 717,218 | - | 37,246 | - | - | - |
| Fees and charges | 9,281,142 | 232,887 | 1,953,197 | - | - | - | - |
| Other | 1,885,794 | 185,037 | - | 8,728 | 2,635 | 65,869 | - |
| TOTAL REVENUES | 36,154,104 | 22,091,575 | 1,953,197 | 11,232,106 | 14,466,310 | 2,236,478 | 226,082 |
| EXPENDITURES | | | | | | | |
| Current | | | | | | | |
| General government | 9,288,302 | - | 1,754,503 | - | - | - | - |
| Judicial | 9,149,940 | - | - | - | - | - | - |
| Public safety | 10,623,941 | - | - | 12,108,360 | - | - | - |
| Public works | 1,603,145 | - | - | - | - | - | - |
| Health and welfare | 1,150,012 | - | - | - | - | 2,479,383 | - |
| Highways and roads | - | 22,996,860 | - | - | - | - | - |
| Parks | - | - | - | - | 14,265,833 | - | - |
| Debt service | 1,208,237 | - | - | 712,225 | - | - | 88,745 |
| Capital outlay | 37,264 | - | - | - | - | - | 26,765 |
| TOTAL EXPENDITURES | 33,060,841 | 22,996,860 | 1,754,503 | 12,820,585 | 14,265,833 | 2,479,383 | 115,510 |
| EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES | 3,093,263 | (905,285) | 198,694 | (1,588,479) | 200,477 | (242,905) | 110,572 |
| OTHER FINANCING SOURCES (USES) | | | | | | | |
| Cost of issuance | - | - | - | - | - | - | - |
| Sale of property | - | - | - | - | - | - | - |
| Bond proceeds | - | - | - | - | - | - | - |
| Operating transfers in (out) | (1,302,341) | - | - | 1,820,765 | (540,455) | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | (1,302,341) | - | - | 1,820,765 | (540,455) | - | - |
| EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES) | 1,790,922 | (905,285) | 198,694 | 232,286 | (339,978) | (242,905) | 110,572 |
| FUND BALANCE (DEFICIT), January 1 | 17,244,320 | 17,897,415 | 3,612,037 | (1,332,042) | 3,295,826 | 4,057,640 | (138,407) |
| FUND BALANCE (DEFICIT), December 31 | \$ 19,035,242 | \$ 16,992,130 | \$ 3,810,731 | \$ (1,099,756) | \$ 2,955,848 | \$ 3,814,735 | \$ (27,835) |

See accompanying notes.

GREENE COUNTY, MISSOURI
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS (continued)
 Year Ended December 31, 2012

| | Special Revenue Funds | | | | Capital Projects Fund | | | | |
|---|-----------------------|----------------------------|---|-------------------------|---|--|---|---|--------------------------------|
| | 911 Fund | Recorder's User Fund | Real Property Improvement Fund | Debt Service Fund | Public Safety Center Project Fund | Dan Kinney Park Project Fund | Energy Efficiency Bond Project Fund | Nonmajor Special Revenue Funds | Total Governmental Funds |
| REVENUES | | | | | | | | | |
| Taxes | \$ 5,375,214 | \$ - | \$ - | \$ 49,251 | \$ - | \$ - | \$ - | \$ 1,352,768 | \$ 73,924,618 |
| Collector's commission | - | - | - | - | - | - | - | - | 2,961,119 |
| Licenses and permits | - | - | - | - | - | - | - | - | 248,933 |
| Intergovernmental revenue | - | - | 1,249,872 | - | - | - | - | 1,367,344 | 7,004,342 |
| Fees and charges | 109,221 | 175,972 | - | - | - | - | - | 1,952,126 | 13,704,545 |
| Other | 9,031 | 15,328 | 5,605 | 1,152,790 | - | - | - | 35,900 | 3,366,717 |
| TOTAL REVENUES | 5,493,466 | 191,300 | 1,255,477 | 1,202,041 | - | - | - | 4,708,138 | 101,210,274 |
| EXPENDITURES | | | | | | | | | |
| Current | | | | | | | | | |
| General government | - | 100,369 | - | - | - | - | - | 1,750,480 | 12,893,654 |
| Judicial | - | - | - | - | - | - | - | 379,218 | 9,529,158 |
| Public safety | 4,340,674 | - | - | - | - | - | - | 971,117 | 28,044,092 |
| Public works | - | - | - | - | - | - | - | - | 1,603,145 |
| Health and welfare | - | - | - | - | - | - | - | 47,588 | 3,676,983 |
| Highways and roads | - | - | - | - | - | - | - | - | 22,996,860 |
| Parks | - | - | - | - | - | - | - | - | 14,265,833 |
| Debt service | - | - | 389,005 | 2,516,576 | - | - | - | - | 4,914,788 |
| Capital outlay | - | - | 12,364,417 | - | - | - | - | - | 12,428,446 |
| TOTAL EXPENDITURES | 4,340,674 | 100,369 | 12,753,422 | 2,516,576 | - | - | - | 3,148,403 | 110,352,959 |
| EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES | 1,152,792 | 90,931 | (11,497,945) | (1,314,535) | - | - | - | 1,559,735 | (9,142,685) |
| OTHER FINANCING SOURCES (USES) | | | | | | | | | |
| Cost of issuance | - | - | - | (205,647) | - | - | - | - | (205,647) |
| Sale of property | - | - | 483,160 | - | - | - | - | - | 483,160 |
| Bond proceeds | - | - | 16,571,617 | 698,383 | - | - | - | - | 17,270,000 |
| Operating transfers in (out) | (673,576) | - | 15,774,733 | 1,859,295 | (11,949,164) | (4,552,762) | (563,051) | 126,556 | - |
| TOTAL OTHER FINANCING SOURCES (USES) | (673,576) | - | 32,829,510 | 2,352,031 | (11,949,164) | (4,552,762) | (563,051) | 126,556 | 17,547,513 |
| EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES) | 479,216 | 90,931 | 21,331,565 | 1,037,496 | (11,949,164) | (4,552,762) | (563,051) | 1,686,291 | 8,404,828 |
| FUND BALANCE (DEFICIT), January 1 | 1,833,315 | 525,825 | (16,961,144) | 3,569,798 | 11,949,164 | 4,552,762 | 563,051 | 1,652,851 | 52,322,411 |
| FUND BALANCE (DEFICIT), December 31 | \$ 2,312,531 | \$ 616,756 | \$ 4,370,421 | \$ 4,607,294 | \$ - | \$ - | \$ - | \$ 3,339,142 | \$ 60,727,239 |

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, 2012

Net change in fund balances - total governmental funds \$ 8,404,828

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 | 22,808,995 |
| Depreciation | (9,750,451) |
| | <u>13,058,544</u> |

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 bonds whereas in the governmental funds, an interest expenditure is
 reported when due. The following is the detail of the net effect of these differences.

| | |
|---|---------------------|
| Repayment of principal on bonds, leases and loans | 2,090,000 |
| Debt Proceeds | (17,270,000) |
| Interest | (193,334) |
| | <u>(15,373,334)</u> |

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

(459,688)

Change in net position of governmental activities \$ 5,630,350

See accompanying notes.

GREENE COUNTY, MISSOURI
 COMBINING BALANCE SHEET – AGENCY FUNDS
 December 31, 2012

| | Building Regulations Fund | Circuit Clerk Fund | Collector of Revenue Fund | County Clerk Fund | Family Court Fund | Planning and Zoning Fund | Recorder of Deeds Fund |
|---------------------------|---------------------------------|--------------------------|---------------------------------|-------------------------|-------------------------|-----------------------------------|------------------------------|
| ASSETS | | | | | | | |
| Cash and investments | \$ 25 | \$ 2,066,249 | \$ 143,821,867 | \$ 140,080 | \$ 15,315 | \$ 25 | \$ 6,928 |
| Taxes receivable | - | - | 85,805,337 | - | - | - | - |
| Other accounts receivable | - | - | - | - | - | - | 34,233 |
| TOTAL ASSETS | \$ 25 | \$ 2,066,249 | \$ 229,627,204 | \$ 140,080 | \$ 15,315 | \$ 25 | \$ 41,161 |
| LIABILITIES | | | | | | | |
| Due to others | \$ - | \$ 2,066,249 | \$ 164,762 | \$ - | \$ 15,013 | \$ - | \$ - |
| Due to other funds | - | - | 2,054,893 | 140,080 | 302 | 25 | 41,161 |
| Due to other governments | 25 | - | 227,407,549 | - | - | - | - |
| TOTAL LIABILITIES | \$ 25 | \$ 2,066,249 | \$ 229,627,204 | \$ 140,080 | \$ 15,315 | \$ 25 | \$ 41,161 |

See accompanying notes.

GREENE COUNTY, MISSOURI
 COMBINING BALANCE SHEET – AGENCY FUNDS (continued)
 December 31, 2012

| | Sheriff Civil Division Fund | Subdivision and Moving Bonds Fund | Jail Commissary Fund | Road and Bridge Right of Way Fund | School Fund | Sheriff Property Fund | Total |
|---------------------------|--------------------------------------|--|----------------------------|--|---------------------|-----------------------------|-----------------------|
| ASSETS | | | | | | | |
| Cash and investments | \$ 26,396 | \$ 184,328 | \$ 613,675 | \$ 220 | \$ 1,363,804 | \$ 75,165 | \$ 148,314,077 |
| Taxes receivable | - | - | - | - | - | - | 85,805,337 |
| Other accounts receivable | - | - | - | - | - | - | 34,233 |
| TOTAL ASSETS | \$ 26,396 | \$ 184,328 | \$ 613,675 | \$ 220 | \$ 1,363,804 | \$ 75,165 | \$ 234,153,647 |
| LIABILITIES | | | | | | | |
| Due to others | \$ 26,396 | \$ 184,328 | \$ 17,400 | \$ - | \$ - | \$ - | \$ 2,474,148 |
| Due to other funds | - | - | 596,275 | 220 | - | 75,165 | 2,908,121 |
| Due to other governments | - | - | - | - | 1,363,804 | - | 228,771,378 |
| TOTAL LIABILITIES | \$ 26,396 | \$ 184,328 | \$ 613,675 | \$ 220 | \$ 1,363,804 | \$ 75,165 | \$ 234,153,647 |

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 applied to governmental entities. The following is a summary of the more significant policies.

Financial Reporting Entity

The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. Financially accountable means the primary government is accountable for the component unit and the primary government is able to impose its will or the component unit may provide financial benefits or impose a burden on the primary government. In addition, component units can be other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

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 the above criteria to determine 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 above 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.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

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.

GOVERNMENTAL FUND TYPES

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, Assessment Fund, Greene County Sewer District Fund, 911 Fund, Law Enforcement Sales Tax I Fund, Park Sales Tax Fund, Senior Services Fund, Real Property Improvement Fund, and Recorder's User Fund.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

Capital Projects Fund: This fund is used to account for specific revenue sources and debt proceeds restricted or designated to expenditures for capital outlay. The Capital Projects Funds of the County are the Public Safety Center Project Fund, Dan Kinney Park Project Fund, and Energy Efficiency Bond Project Fund.

FIDUCIARY FUND TYPES

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

Basis of Accounting

Governmental Fund Types utilize the modified accrual basis of accounting. Under this method, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Property taxes, investment earnings and other revenues susceptible to accrual are recorded when earned. Other revenues are recorded as revenues when received in cash. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except expenditures from debt service and other long-term obligations, which are recognized when paid.

Cash and Investments

The County pools cash resources of various funds in the County Treasurer's office in order to facilitate the management of cash. Cash 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 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.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 \$5,000 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:

| | |
|--------------------------|---------------|
| 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.

GREENE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2012

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

For purposes of the statement of cash flows, 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.

Inventories

Inventories are valued at cost and consist of food and educational materials. The cost is recorded as a disbursement at the time inventory is purchased.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Equity 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.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Program Receipts

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

Net Assets

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

Invested in Capital Assets, Net of Related Debt – 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 assets that are legally restricted by outside parties or by law through constitutional provisions or enabling legislation.

Unrestricted – This consists of net assets that do not meet the definition of restricted or invested in capital assets, net of related debt.

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

New Pronouncements

The Governmental Accounting Standards Board (GASB) issued Statement No. 63 – *Financial Reporting of Deferred Outflow of Resources, Deferred Inflows of Resources, and Net Position* for reporting periods beginning after December 15, 2011. This statement provides financial reporting guidance and standardization for deferred outflows of resources and deferred inflows of resources. This statement also amends the net asset reporting requirements of Statement No. 34 – *Basic Financial Statements and Management's Discussion and Analysis*, by incorporating deferred inflows and deferred outflows into the definition of the required components of residual measure and by renaming that measure as net position, rather than net assets.

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2012

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The Governmental Accounting Standards Board (GASB) issued Statement No. 65 – *Items Previously Reported as Assets and Liabilities* (GASB 65) effective for reporting periods beginning after December 15, 2012, though early application was encouraged. The statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources, certain items that were previously reported as assets and liabilities.

The County adopted GASB Statements No. 63 and 65 for the year ended December 31, 2012.

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, 2012, all bank balances on deposit were entirely insured or collateralized with securities.

NOTE C – INVESTMENTS

The County’s investments at December 31, 2012, are as follows:

| Investment Type | Fair Value | Investment Maturities | | |
|-------------------------|---------------|-----------------------|--------------|--------------|
| | | 1 Year | 3 Years | 5 Years |
| U.S. Agencies | \$ 4,987,255 | \$ 1,000,000 | \$ 3,987,255 | \$ - |
| Certificates of Deposit | 13,109,259 | 4,085,327 | 3,625,110 | 5,398,822 |
| TOTAL | \$ 18,096,514 | \$ 5,085,327 | \$ 7,612,365 | \$ 5,398,822 |

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, 2012, all certificates of deposit are entirely insured or collateralized with securities.

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.

Concentration of Credit Risk

The County places no limit on the amount the County may invest in any one issuer. More than 5% of the County's investments are in Federal Home Loan Bank notes. These investments are 15% of the County's total investments.

GREENE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2012

NOTE D – RESTRICTED CASH AND INVESTMENTS AND RESTRICTED NET POSITION

Cash and investments have been restricted 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 designations by fund and fund type as of December 31, 2012, are as follows:

| | Restricted Cash | Restricted Net Position |
|---|---------------------|----------------------------|
| GENERAL FUND | | |
| McGraw Potter trust | \$ 1,000 | \$ 1,000 |
| Operating cash reserves | 2,000,000 | - |
| Health insurance reserves | 357,819 | - |
| Liability insurance reserves | 1,000,000 | - |
| TOTAL GENERAL FUND | \$ 3,358,819 | \$ 1,000 |
| SPECIAL REVENUE FUNDS | | |
| Road and Bridge Fund | | |
| Right-of-way bonds | \$ 31,255 | \$ - |
| Operating cash reserves | 2,000,000 | - |
| Health insurance reserves | 92,331 | - |
| Liability insurance reserves | 1,000,000 | - |
| | 3,123,586 | - |
| Real Property Improvement Fund | | |
| Bond proceeds | 4,066,603 | 4,066,603 |
| Assessment Fund | | |
| Health insurance reserves | 24,464 | - |
| E-911 Fund | | |
| Equipment account | 300,000 | - |
| Local Law Enforcement Sales Tax Fund | | |
| Lease reserve fund | 381,516 | 381,548 |
| TOTAL SPECIAL REVENUE FUNDS | \$ 7,896,169 | \$ 4,448,151 |
| DEBT SERVICE FUND | | |
| Debt service reserve | \$ 4,559,363 | \$ 3,520,512 |
| TOTAL DEBT SERVICE FUND | \$ 4,559,363 | \$ 3,520,512 |

GREENE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2012

NOTE E – TAXES RECEIVABLE

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

| | Gross Receivable | Allowance | Net Receivable |
|-----------------------------------|---------------------|------------|-------------------|
| TAXES RECEIVABLE | | | |
| General Fund | | | |
| Property taxes - current | \$ 4,107,792 | \$ - | \$ 4,107,792 |
| Property taxes - delinquent | 471,242 | 89,750 | 381,492 |
| Surtax | 964,261 | - | 964,261 |
| Sales tax | 1,742,487 | - | 1,742,487 |
| TOTAL GENERAL FUND | 7,285,782 | 89,750 | 7,196,032 |
| Special Revenue Funds | | | |
| Road and Bridge Fund | | | |
| Property taxes - current | 4,109,225 | - | 4,109,225 |
| Property taxes - delinquent | 470,672 | 89,722 | 380,950 |
| Surtax | 964,260 | - | 964,260 |
| Sales tax | 1,742,487 | - | 1,742,487 |
| | 7,286,644 | 89,722 | 7,196,922 |
| Law Enforcement Sales Tax I Fund | | | |
| Sales tax | 1,719,627 | - | 1,719,627 |
| Greene County Sewer District Fund | | | |
| Special assessments | 227,867 | - | 227,867 |
| Senior Services Fund | | | |
| Property taxes - current | 1,691,918 | - | 1,691,918 |
| Property taxes - delinquent | 185,356 | 31,801 | 153,555 |
| | 1,877,274 | 31,801 | 1,845,473 |
| E-911 Fund | | | |
| Sales Tax | 847,216 | - | 847,216 |
| Law Enforcement Sales Tax II Fund | | | |
| Sales Tax | 859,814 | - | 859,814 |
| Park Sales Tax Fund | | | |
| Sales tax | 1,710,946 | - | 1,710,946 |
| TOTAL SPECIAL REVENUE FUNDS | 14,529,388 | 121,523 | 14,407,865 |
| | 21,815,170 | 211,273 | 21,603,897 |
| Agency Funds | | | |
| Collector of Revenue Fund | | | |
| Property taxes | 85,805,337 | - | 85,805,337 |
| TOTAL TAXES RECEIVABLE | \$ 107,620,507 | \$ 211,273 | \$ 107,409,234 |

GREENE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2012

NOTE F – CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2012, was as follows:

| | Balance December 31, 2011 | Additions | Deletions | Balance December 31, 2012 |
|---------------------------------------|---------------------------------|----------------------|---------------------|---------------------------------|
| Governmental Activities | | | | |
| Non-depreciable capital assets: | | | | |
| Construction in progress | \$ 13,773,641 | \$ 35,990 | \$13,773,641 | \$ 35,990 |
| Land | 3,727,749 | - | 284,494 | 3,443,255 |
| | <u>\$ 17,501,390</u> | <u>\$ 35,990</u> | <u>\$14,058,135</u> | <u>\$ 3,479,245</u> |
| Depreciable capital assets | | | | |
| Land improvements | \$ 1,256,125 | \$ 7,896 | \$ - | \$ 1,264,021 |
| Building | 60,430,776 | 7,436,985 | 1,100,978 | 66,766,783 |
| Major moveable equipment | 16,294,002 | 1,587,744 | 480,047 | 17,401,699 |
| Furniture and equipment | 25,941,626 | 721,899 | 1,788,948 | 24,874,577 |
| Infrastructure | 197,878,724 | 11,209,110 | 4,171,486 | 204,916,348 |
| Total Depreciable Capital Assets | 301,801,253 | <u>\$ 20,963,634</u> | <u>\$ 7,541,459</u> | 315,223,428 |
| Less Accumulated Depreciation | <u>(99,913,007)</u> | <u>\$ 9,750,451</u> | <u>\$ 6,914,880</u> | <u>(102,748,578)</u> |
| Total Depreciable Capital Assets, net | <u>\$201,888,246</u> | | | <u>\$212,474,850</u> |

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

| | |
|--------------------|---------------------|
| General government | \$ 613,114 |
| Judicial | 362,127 |
| Public safety | 1,717,214 |
| Public works | 10,495 |
| Health and welfare | 15,386 |
| Parks | 33,004 |
| Road and bridge | 6,999,111 |
| | <u>\$ 9,750,451</u> |

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2012

NOTE G – DEFERRED REVENUE

Deferred revenue consists of receivables not collected within sixty days of year end and revenue collected within the fiscal year for future years. Deferred revenue at December 31, 2012, is 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 | | 227,867 |
| Debt Service Fund | | |
| Special assessments | | 17,220,753 |
| | | <u>17,220,753</u> |
| | TOTAL DEFERRED REVENUE | <u><u>\$ 17,634,177</u></u> |

NOTE H – LIMITED GENERAL OBLIGATION BONDS

During the year ended December 31, 2012, the County issued the Series 2012B and the Series 2012C Limited General Obligation bonds – Jamestown Neighborhood Improvement District in the amounts of \$8,560,000 and \$5,405,000, respectively, with interest ranging from 1.25% to 5.00%. The Bonds were issued to repay the outstanding Series 2011D and Series 2011E general obligation short-term notes which matured on August 1, 2012. Principal and Interest on the bonds are to be repaid from the collection of special assessments assessed on real property within the District and to the extent required from the current revenues and surplus funds or other legally available funds of the County.

During the year ended December 31, 2012, the County issued the Series 2012A Limited General Obligation bonds – Wilson Creek Marketplace Neighborhood Improvement District Project in the amount of \$3,305,000 with interest ranging from 2.00% to 5.00%. The Bonds were issued to repay the outstanding Series 2009 general obligation short-term notes which matured on August 1, 2012. Principal and Interest on the bonds are to be repaid from the collection of special assessments assessed on real property within the District and to the extent required from the current revenues and surplus funds or other legally available funds of the County.

GREENE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2012

NOTE H – LIMITED GENERAL OBLIGATION BONDS (continued)

Limited General Obligation Bonds

| | |
|---|----------------------|
| \$8,560,000 in Tax-Exempt Limited General Obligation Bonds - Jamestown Neighborhood Improvement Bonds Series 2012B; 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 2032; Bonds maturing on April 1, 2022, and thereafter may be called for redemption and payment prior to maturity on April 1, 2022, and thereafter, in whole or in part. | \$ 8,560,000 |
| \$5,405,000 in Taxable Limited General Obligation Bonds - Jamestown Neighborhood Improvement Bonds Series 2012C; interest payable semi-annually on April 1 and October 1 at rates ranging from 1.25% to 5.00%, principal retirements due annually on April 1 through 2032; Bonds maturing on April 1, 2022, and thereafter may be called for redemption and payment prior to maturity on April 1, 2022, and thereafter, in whole or in part. | 5,405,000 |
| \$3,305,000 in Limited General Obligation Bonds - Wilson Creek Marketplace Neighborhood Improvement Bonds Series 2012A; 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 2032; Bonds maturing on April 1, 2022, and thereafter may be called for redemption and payment prior to maturity on April 1, 2022, and thereafter, in whole or in part. | <u>3,305,000</u> |
| | <u>\$ 17,270,000</u> |

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2012

NOTE H – LIMITED GENERAL OBLIGATION BONDS (continued)

Principal and interest are due on the bonds as follows:

| Year Ended December 31, | Principal | Interest | Total |
|----------------------------|----------------------|---------------------|----------------------|
| 2013 | \$ 455,000 | \$ 800,793 | \$ 1,255,793 |
| 2014 | 660,000 | 667,498 | 1,327,498 |
| 2015 | 665,000 | 654,825 | 1,319,825 |
| 2016 | 680,000 | 641,425 | 1,321,425 |
| 2017 | 695,000 | 624,753 | 1,319,753 |
| 2018 | 715,000 | 604,600 | 1,319,600 |
| 2019 | 735,000 | 583,245 | 1,318,245 |
| 2020 | 760,000 | 560,638 | 1,320,638 |
| 2021 | 775,000 | 536,822 | 1,311,822 |
| 2022 | 810,000 | 508,764 | 1,318,764 |
| 2023 | 840,000 | 476,082 | 1,316,082 |
| 2024 | 870,000 | 441,607 | 1,311,607 |
| 2025 | 910,000 | 402,108 | 1,312,108 |
| 2026 | 950,000 | 357,359 | 1,307,359 |
| 2027 | 985,000 | 310,410 | 1,295,410 |
| 2028 | 1,045,000 | 260,666 | 1,305,666 |
| 2029 | 1,095,000 | 207,828 | 1,302,828 |
| 2030 | 1,145,000 | 152,260 | 1,297,260 |
| 2031 | 1,210,000 | 93,656 | 1,303,656 |
| 2032 | 1,270,000 | 31,750 | 1,301,750 |
| | <u>\$ 17,270,000</u> | <u>\$ 8,917,089</u> | <u>\$ 26,187,089</u> |

NOTE I – SPECIAL OBLIGATION BONDS PAYABLE

As of December 31, 2012, the County had five 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.

GREENE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2012

NOTE I – SPECIAL OBLIGATION BONDS PAYABLE (continued)

During 2010, the County issued \$2,455,000 in special obligation refunding bonds Series 2010C with interest ranging from 2.00% to 2.50%. The County issued the bonds to refund \$2,700,000 of outstanding 2002 special obligation law enforcement building bonds with an interest rate of 4.65%.

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.

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

\$2,455,000 in Special Obligation Refunding Bonds, issued August 13, 2010; interest payable semi-annually on March 1 and September 1 at rates ranging from 2.00% to 2.50%, principal retirements due annually on March 1 through 2015; collateralized by a mortgage lien on the Judicial building. Bonds are not subject to redemption prior to maturity. \$ 1,400,000

\$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. 16,320,000

GREENE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2012

NOTE I – SPECIAL OBLIGATION BONDS PAYABLE (continued)

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

\$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. 965,000

\$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. 6,625,000

\$ 31,765,000

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2012

NOTE I – SPECIAL OBLIGATION BONDS PAYABLE (continued)

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

| Year Ended December 31, | Principal | Interest | Total |
|----------------------------|----------------------|----------------------|----------------------|
| 2013 | \$ 1,495,000 | \$ 1,549,111 | \$ 3,044,111 |
| 2014 | 1,540,000 | 1,511,136 | 3,051,136 |
| 2015 | 1,275,000 | 1,472,061 | 2,747,061 |
| 2016 | 1,755,000 | 1,433,461 | 3,188,461 |
| 2017 | 1,830,000 | 1,363,139 | 3,193,139 |
| 2018 | 1,890,000 | 1,284,789 | 3,174,789 |
| 2019 | 1,960,000 | 1,198,233 | 3,158,233 |
| 2020 | 2,050,000 | 1,105,325 | 3,155,325 |
| 2021 | 1,985,000 | 1,005,632 | 2,990,632 |
| 2022 | 2,075,000 | 907,779 | 2,982,779 |
| 2023 | 2,075,000 | 802,623 | 2,877,623 |
| 2024 | 3,035,000 | 695,580 | 3,730,580 |
| 2025 | 1,695,000 | 521,093 | 2,216,093 |
| 2026 | 1,770,000 | 427,139 | 2,197,139 |
| 2027 | 1,240,000 | 328,438 | 1,568,438 |
| 2028 | 1,305,000 | 252,527 | 1,557,527 |
| 2029 | 2,790,000 | 172,655 | 2,962,655 |
| | <u>\$ 31,765,000</u> | <u>\$ 16,030,721</u> | <u>\$ 47,795,721</u> |

NOTE J – LEASE CERTIFICATES OF PARTICIPATION

During 2010, the County issued \$3,815,000 in Lease Certificates of Participation, Series 2010. The certificates were issued to refund the Series 2005 Certificates maturing after July 1, 2010. The certificates bear interest at 2.00% to 2.50% with principal payments due July 1 and interest payments due January 1 and July 1 of each year.

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2012

NOTE J – LEASE CERTIFICATES OF PARTICIPATION (continued)

The C.O.P.'s outstanding at December 31, 2012, are due as follows:

| Year Ended December 31, | Principal | Interest | Total |
|----------------------------|---------------------|-------------------|---------------------|
| 2013 | \$ 645,000 | \$ 56,925 | \$ 701,925 |
| 2014 | 670,000 | 44,025 | 714,025 |
| 2015 | 1,225,000 | 30,625 | 1,255,625 |
| | <u>\$ 2,540,000</u> | <u>\$ 131,575</u> | <u>\$ 2,671,575</u> |

NOTE K – SPECIAL ASSESSMENT DEBT WITH GOVERNMENTAL COMMITMENT

During the year ended December 31, 2006, the County entered into an agreement with Bank of America in the amount up to \$305,391 to finance construction of sanitary sewers in the Oak Knolls West Sewer District. 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, 2012, the County has \$35,267 outstanding.

During the year ended December 31, 2010, the County entered into an agreement with Farmer's Bank & Trust in the amount up to \$330,000 to finance construction of sanitary sewers in the Sanitary Sewer District No. 167. Under this agreement, tax bills, in payment of the project, were assigned to the Lender. The County, however, remains obligated to act as a collecting agent of the tax bills for the annual installments. Further, the County is obligated to repurchase from the Lender any delinquent tax bill in exchange for reassignment of the tax bill and satisfaction of the balance due thereon. The County would thereafter have the right to enforce the lien, as an asset of the County, against the parcel of real estate against which the lien has been imposed. As of December 31, 2012, the County has \$192,600 outstanding.

NOTE L – CAPITAL LEASE PAYABLE

On March 1, 2012, the County entered into a lease purchase agreement with Motorola Solutions, Inc. to finance the purchase of radio equipment for \$726,668. The lease requires annual payments on March 1 of each year of \$136,776 which includes interest at 3.59%.

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2012

NOTE L – CAPITAL LEASE PAYABLE (continued)

Although the lease agreements provide for the cancellation of the leases if the County should fail to appropriate funds at the annual renewal dates, the County does not foresee exercising its option to cancel. Therefore, this lease is accounted for as a noncancellable capital lease in accordance with ASC 840-10-25.

Total annual minimum lease payments required at December 31, 2012, are as follows:

| Year Ended December 31, | Principal | Interest | Total |
|----------------------------|-------------------|------------------|-------------------|
| 2013 | \$ 110,688 | \$ 26,087 | \$ 136,775 |
| 2014 | 114,662 | 22,113 | 136,775 |
| 2015 | 118,779 | 17,998 | 136,777 |
| 2016 | 123,043 | 13,733 | 136,776 |
| 2017 | 127,460 | 9,316 | 136,776 |
| 2018 | 132,036 | 4,740 | 136,776 |
| | <u>\$ 726,668</u> | <u>\$ 93,987</u> | <u>\$ 820,655</u> |

NOTE M – SUMMARY OF CHANGES IN LONG-TERM DEBT

A summary of the changes in long-term debt for the year ended December 31, 2012, is as follows:

| | Balance December 31, 2011 | Additions | Retirements | Balance December 31, 2012 |
|---|---------------------------------|----------------------|---------------------|---------------------------------|
| Special Obligation Bonds Payable | \$ 33,215,000 | \$ - | \$ 1,450,000 | \$ 31,765,000 |
| Lease certificates of participation | 3,180,000 | - | 640,000 | 2,540,000 |
| Limited General Obligation Bonds | - | 17,270,000 | - | 17,270,000 |
| Lease payable | - | 726,669 | - | 726,669 |
| Special Assessment Debt with Governmental Commitment | | | | |
| Oak Knolls West | 63,006 | - | 27,739 | 35,267 |
| Southwest | 238,200 | - | 45,600 | 192,600 |
| | 301,206 | - | 73,339 | 227,867 |
| Compensated absences payable | 1,686,617 | 25,330 | - | 1,711,947 |
| | <u>\$ 38,382,823</u> | <u>\$ 18,021,999</u> | <u>\$ 2,163,339</u> | <u>\$ 54,241,483</u> |

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2012

NOTE N – SHORT-TERM DEBT

During the year ended December 31, 2011, the County issued 2011D and 2011E limited general obligation short-term notes in the amount of \$13,200,000 in order to finish infrastructure improvements in the Jamestown Neighborhood Improvement District and to retire the Series 2010A and 2010B short-term notes. Long-term bonds will be issued once the project is completed. The short-term notes were due August 1, 2012.

During the year ended December 31, 2009, the County issued Series 2009 limited general obligation short-term notes in the amount of \$2,930,000 in order to begin infrastructure improvements in the Wilson’s Creek Neighborhood Improvement District. The proceeds from the short-term debt were needed to begin the project. Long-term bonds will be issued once the project is completed. The short-term note was due August 1, 2012.

Short-term activity for the year ended December 31, 2012, is summarized below:

| | Balance January 1, 2011 | Proceeds | Repayment | Balance December 31, 2012 |
|---|-------------------------------|-------------|----------------------|---------------------------------|
| 2011D and 2011E Limited General Obligation Temporary Notes | \$ 13,200,000 | \$ - | \$ 13,200,000 | \$ - |
| Series 2009 Limited General Obligation Temporary Notes | 2,930,000 | - | 2,930,000 | - |
| | <u>\$ 16,130,000</u> | <u>\$ -</u> | <u>\$ 16,130,000</u> | <u>\$ -</u> |

NOTE O – 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, 2012, 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 O – 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, 2012, the County has designated 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 2012.

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.

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2012

NOTE P – PENSION PLANS

MISSOURI LAGERS DEFINED BENEFIT PLAN

Plan Description

Greene County participates in the Missouri Local Government Employees Retirement System (LAGERS), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local government entities in Missouri.

LAGERS is a defined benefit pension plan which provides retirement, disability and death benefits to plan members and beneficiaries. LAGERS was created and is governed by state statute, section RSMo. 70.600 - 70.755. As such, it is the system’s responsibility to administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401a and it is tax exempt.

The Missouri Local Government Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to LAGERS, P.O. Box 1665, Jefferson City, MO 65102 or by calling 1-800-447-4334.

Funding Status

Greene County’s full-time employees do not contribute to the pension plan. The political subdivision is required to contribute at an actuarially determined rate; the current rate is 9.7% (general) and 9.2% (police) of annual covered payroll. The contribution requirements of plan members are determined by the governing body of the political subdivision. The contribution provisions of the political subdivision are established by state statute.

Annual Pension Cost (APC) and Net Pension Obligation (NPO)

The subdivision’s annual pension cost and net pension obligation for the current year were as follows:

| | |
|--|--------------------------|
| Annual required contribution | \$ 2,422,179 |
| Interest on net pension obligation | 22,901 |
| Adjustment to annual required contribution | <u>(27,658)</u> |
| Annual pension cost | 2,417,422 |
| Actual contributions | <u>2,359,202</u> |
| Increase (decrease) in NPO | 58,220 |
| NPO beginning of year | <u>315,872</u> |
| NPO end of year | <u><u>\$ 374,092</u></u> |

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2012

NOTE P – PENSION PLANS (continued)

The annual required contribution (ARC) was determined as part of the February 29, 2008, and February 28, 2009, annual actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) a rate of return on the investment of present and future assets of 7.25% per year, compounded annually, (b) projected salary increases of 3.5% per year, compounded annually, attributable to inflation, (c) additional projected salary increases ranging from 0.0% to 6.0% per year, depending on age and division, attributable to seniority/merit, (d) pre-retirement mortality based on 75% of the RP-2000 Combined Healthy table set back 0 years for men and 0 years for women, and (e) post-retirement mortality based on 105% of the 1994 Group Annuity Mortality table for males projected to 2000 set back 0 years for men and 0 years for women. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The amortization period as of February 28, 2010, was 15 years for the General division and 30 years for the Police division. The amortization period as of February 28, 2011, was 14 years for the General division and 30 years for the Police division.

Three Year Trend Information

| Year Ended June 30, | Annual Pension Cost (APC) | Percentage of APC Contributed | Net Pension Obligation |
|---------------------------|---------------------------------|-------------------------------------|------------------------------|
| 2010 | \$ 2,043,020 | 93.10% | \$ 140,968 |
| 2011 | 2,255,418 | 92.20% | 315,872 |
| 2012 | 2,417,422 | 97.60% | 374,092 |

The actuarial valuation revealed the following relating to the financial position of the Plan:

| | (a) | (b) | (b-a) | | (c) | [(b-a)/c] |
|--------------------------------|---------------------------------|--|---|--------------------------|------------------------------|---|
| Actuarial Valuation Date | Actuarial Value of Assets | Entry Age Actuarial Accrued Liability | Unfunded Accrued Liability (UAL) | (a/b) Funded Ratio | Annual Covered Payroll | UAL as a Percentage of Covered Payroll |
| 02/28/12 | \$ 39,068,196 | \$ 39,992,564 | \$ 924,368 | 98% | \$ 24,077,462 | 4% |

Note: The above assets and actuarial accrued liability do not include the assets and present value of benefits associated with the Benefit Reserve Fund and the Casualty Reserve Fund. The actuarial assumptions were changed in conjunction with the February 28, 2011, annual actuarial valuations. For a complete description of the actuarial assumptions used in the annual valuations, please contact the LAGERS office in Jefferson City.

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2012

NOTE P – PENSION PLANS (continued)

STATE OF MISSOURI COUNTY EMPLOYEES' RETIREMENT FUND

Plan Description

Greene County participates in the County Employees' Retirement Fund (CERF), a cost-sharing multiple-employer pension plan. CERF is a defined benefit pension plan, which provides retirement and death benefits to plan members and beneficiaries. CERF was created and is governed by state statute, RSMo 50.1000 to 50.1200. As such, it is the system's responsibility to administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401a and it is tax exempt.

The County Employees' Retirement Fund issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to CERF, Boone County National Bank, P.O. Box 577, Columbia, MO 65202 or by calling 1-800-357-8557.

Funding Policy

Greene County's full-time employees hired before February 25, 2002, are required by state statute to contribute 0% of annual payroll to the pension plan. Greene County's full-time employees hired after February 25, 2002, are required by state statute to contribute 4% of annual covered payroll to the pension plan. The County is required by state statute to remit the fees collected under RSMo Sections 52.290, 150.150, 137.280, 137.345 and Chapters 59 and 54, RSMo, plus interest. The required contributions have been made.

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

The 2012 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 | \$ 3,613,596,490 |
| Personal property | 626,808,900 |
| Railroad and utilities | <u>80,537,886</u> |
| TOTAL | <u><u>\$ 4,320,943,276</u></u> |

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2012

NOTE Q – ASSESSED VALUATION, TAX LEVY AND LEGAL DEBT MARGIN (continued)

| | |
|--|-----------------|
| Tax Rate Per \$100 of Assessed Valuation | |
| General Fund | \$.1206 |
| Road and Bridge Fund | .1206 |
| Senior Services Fund | .0496 |
| | <u>\$.2908</u> |

The legal debt margin at December 31, 2012, is computed as follows:

| | |
|--|-----------------------|
| Constitutional debt limit | \$ 432,094,328 |
| Limited General obligation Bonds outstanding | (17,270,000) |
| Amount available in Debt Service Fund | <u>1,029,339</u> |
| LEGAL DEBT MARGIN | <u>\$ 415,853,667</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.

NOTE R – RESTATEMENT OF BEGINNING NET POSITION

Greene County, Missouri, adopted the Governmental Accounting Standards Board Statement No. 65 – *Items Previously Reported as Assets and Liabilities* during the year ended December 31, 2012. Under the provisions of this standard, bond issue costs are recognized in the year incurred and are not longer amortized. The restatement of beginning net position is as follows:

| | |
|---|-----------------------|
| Governmental Activities: | |
| Net Assets, as previously stated, December 31, 2011 | \$ 233,830,342 |
| Bond issuance costs | <u>(575,860)</u> |
| Net Assets, as restated, January 1, 2012 | <u>\$ 233,254,482</u> |

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2012

NOTE S – INTERFUND TRANSFERS

Interfund transfers for the year ended December 30, 2012, consisted of the following:

| | <u>Transfers In</u> | <u>Transfers Out</u> |
|-------------------------------------|----------------------|----------------------|
| General Fund | \$ - | \$ 1,302,341 |
| Law Enforcement Sales Tax I Fund | 1,820,765 | - |
| Park Sales Tax Fund | - | 540,455 |
| Greene County Sewer District Fund | - | - |
| 911 Fund | - | 673,576 |
| Real Property Improvement Fund | 15,774,733 | - |
| Debt Service Fund | 1,859,295 | - |
| Public Safety Center Project Fund | - | 11,949,164 |
| Kinney Park Project Fund | - | 4,552,762 |
| Energy Efficiency Bond Project Fund | - | 563,051 |
| Non-Major Special Revenue Funds | 126,556 | - |
| | <u>\$ 19,581,349</u> | <u>\$ 19,581,349</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 T – INTERNAL BALANCES

Internal balances as of December 30, 2012, consisted of the following:

| | General Fund | Law Enforcement Sales Tax I Fund | Real Property Improvement Fund | Greene County Sewer District Fund | Non-Major Funds |
|-------------------|---------------------|---|---|--|--------------------|
| Internal balances | <u>\$ 3,720,540</u> | <u>\$ (3,207,379)</u> | <u>\$ (376,485)</u> | <u>\$ (58,955)</u> | <u>\$ (77,721)</u> |

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 30, 2012, balances of interfund amounts receivable or payable have been recorded within the fund financial statements.

NOTE U – POST-EMPLOYMENT HEALTH CARE PLAN

Primary Government

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

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

Annual OPEB Cost and Net OPEB Obligation – The County’s annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution (ARC) of the County, an amount actuarially determined in accordance with the parameters of GASB-45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The following table shows the components of the County’s annual OPEB cost for the year ended September 30, 2012:

| | |
|---------------------------------|-------------------|
| ARC | \$ 240,069 |
| Interest on net OPEB obligation | - |
| Adjustment to ARC | - |
| Annual OPEB cost (expense) | <u>\$ 240,069</u> |

The change in net OPEB obligation was as follows:

| Balance September 30, 2011 | Annual OPEB Cost | Employer Contributions | Balance September 30, 2012 |
|-------------------------------|------------------------|---------------------------|-------------------------------|
| Net OPEB Obligation | | | Net OPEB Obligation |
| <u>\$ 188,069</u> | <u>\$ 240,069</u> | <u>\$ 52,000</u> | <u>\$ 376,138</u> |

GREENE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2012

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

Funding Status and Funding Progress – As a pay-as-you-go plan, the plan was 0% funded at December 31, 2012.

| Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial Accrued Liability (b) | Unfunded Actuarial Accrued Liability (UAAL) (b-a) | Funded Ratio (a/b) | Covered Payroll (c) | UAAL as a Percentage of Covered Payroll [(b-a)/c] |
|--------------------------------|--|--|--|--------------------------|---------------------------|---|
| 07/01/11 | \$ - | \$ 1,495,624 | \$ 1,495,624 | 0% | \$ 23,837,704 | 6.3% |

Actuarial Methods and Assumptions – The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities, consistent with the long-term perspective of the calculations. In the 2011 actuarial valuation, the projected unit credit cost method was used, and the interest rate used for discounting liabilities was 5.0%. The actuarial valuation assumed a medical premium inflation rate based on long term health care trends generated by the Getzen Model. The medical premium inflation rate was 10% for 2012, with annual rate reductions to an ultimate rate of 5.0%. The unfunded actuarial accrued liability is amortized over the maximum acceptable period of 30 years, and the valuation assumed that 30% of all future retirees will elect medical coverage.

NOTE V – 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. The collection of the special assessment tax will be used to pay the principal and interest on the 2012A, 2012B, and 2012C Limited General Obligation 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. As of December 31, 2012, the properties have not been developed. The County has evaluated the special assessment taxes receivable to determine the collectability of the special assessment taxes. The County, based on their evaluation, has determined that the special assessment taxes will be 100% collectible in the future, therefore, no provision for an allowance for doubtful accounts has been made.

REQUIRED SUPPLEMENTARY INFORMATION

GREENE COUNTY, MISSOURI
 SCHEDULE OF FUNDING PROGRESS
 Year Ended December 31, 2012

Missouri Local Government Employees Retirement System (LAGERS)

| Actuarial Valuation Date | (a) Actuarial Value of Assets | (b) Entry Age Actuarial Accrued Liability | (b-a) Unfunded Accrued Liability (UAL) | (a/b) Funded Ratio | (c) Annual Covered Payroll | [(b-a)/c] UAL as a Percentage of Covered Payroll |
|--------------------------------|--|---|--|--------------------------|-------------------------------------|--|
| 02/28/10 | \$ 33,637,539 | \$ 35,732,217 | \$ 2,094,678 | 94% | \$ 24,058,394 | 9% |
| 02/28/11 | 35,327,518 | 37,789,690 | 2,462,172 | 93% | 23,237,045 | 11% |
| 02/28/12 | 39,068,196 | 39,992,564 | 924,368 | 98% | 24,077,462 | 4% |

Note: The above assets and actuarial accrued liability do not include the assets and present value of benefits associated with the Benefit Reserve Fund and the Casualty Reserve Fund. The actuarial assumptions were changed in conjunction with the February 28, 2011, annual actuarial valuations. For a complete description of the actuarial assumptions used in the annual valuations, please contact the LAGERS office in Jefferson City.

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – GENERAL FUND
 Year Ended December 31, 2012

| | Original Budget | Final Budget | Actual | Variance With Final Budget |
|--|--------------------|-------------------|-------------------|----------------------------------|
| REVENUES | | | | |
| Taxes | | | | |
| Property taxes | \$ 5,695,455 | \$ 5,695,455 | \$ 5,275,713 | \$ (419,742) |
| County sales taxes | 11,289,360 | 11,289,360 | 11,315,774 | 26,414 |
| Franchise taxes | 470,000 | 470,000 | 549,371 | 79,371 |
| Other | 918,741 | 918,741 | 1,003,596 | 84,855 |
| | <u>18,373,556</u> | <u>18,373,556</u> | <u>18,144,454</u> | <u>(229,102)</u> |
| Collector's Commission | | | | |
| Interest and penalties on delinquent taxes | 397,000 | 397,000 | 400,400 | 3,400 |
| Collection commissions | 2,472,433 | 2,472,433 | 2,560,719 | 88,286 |
| | <u>2,869,433</u> | <u>2,869,433</u> | <u>2,961,119</u> | <u>91,686</u> |
| Licenses and Permits | | | | |
| Beverage licenses | 176,000 | 176,000 | 190,023 | 14,023 |
| Marriage licenses | 33,000 | 33,000 | 34,785 | 1,785 |
| Merchant licenses | 25,000 | 25,000 | 23,445 | (1,555) |
| Other licenses | 1,600 | 1,600 | 680 | (920) |
| | <u>235,600</u> | <u>235,600</u> | <u>248,933</u> | <u>13,333</u> |
| Intergovernmental Revenues | | | | |
| Federal | 2,190,715 | 2,190,715 | 1,950,500 | (240,215) |
| State | 1,218,591 | 1,218,591 | 1,190,846 | (27,745) |
| Other | 435,000 | 435,000 | 491,316 | 56,316 |
| | <u>3,844,306</u> | <u>3,844,306</u> | <u>3,632,662</u> | <u>(211,644)</u> |
| Fees and Charges | | | | |
| Court | 317,500 | 317,500 | 266,267 | (51,233) |
| Judicial facility fee | 120,000 | 120,000 | 117,978 | (2,022) |
| County clerk | 210,859 | 210,859 | 100,873 | (109,986) |
| Collector fees | 25,000 | 25,000 | 27,402 | 2,402 |
| Recorder of deeds | 1,000,000 | 1,000,000 | 1,219,172 | 219,172 |
| Sheriff fees | 4,784,000 | 4,784,000 | 6,024,822 | 1,240,822 |
| Building and planning | 327,960 | 327,960 | 351,947 | 23,987 |
| Death certificates | 250,000 | 250,000 | 233,460 | (16,540) |
| Circuit clerk fees | 115,000 | 115,000 | 110,712 | (4,288) |
| Public administrator fees | 400,000 | 400,000 | 454,368 | 54,368 |
| Other | 463,990 | 463,990 | 374,141 | (89,849) |
| | <u>8,014,309</u> | <u>8,014,309</u> | <u>9,281,142</u> | <u>1,266,833</u> |
| Other | | | | |
| Interest income | 262,000 | 262,000 | 307,048 | 45,048 |
| Sale of surplus property | 25,000 | 925,300 | 996,707 | 71,407 |
| Miscellaneous | 337,402 | 337,402 | 582,039 | 244,637 |
| | <u>624,402</u> | <u>1,524,702</u> | <u>1,885,794</u> | <u>361,092</u> |
| TOTAL REVENUES | <u>33,961,606</u> | <u>34,861,906</u> | <u>36,154,104</u> | <u>1,292,198</u> |

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – GENERAL FUND (CONTINUED)
 Year Ended December 31, 2012

| | Original Budget | Final Budget | Actual | Variance With Final Budget |
|-----------------------------------|--------------------|-------------------|-------------------|----------------------------------|
| EXPENDITURES | | | | |
| Current | | | | |
| General Government | | | | |
| Collector of revenue | 542,967 | 542,967 | 588,336 | (45,369) |
| Treasurer | 191,472 | 191,472 | 183,116 | 8,356 |
| Recorder of deeds | 341,101 | 341,101 | 316,113 | 24,988 |
| County commission | 419,131 | 419,131 | 425,720 | (6,589) |
| Information systems | 2,329,916 | 2,329,916 | 1,725,925 | 603,991 |
| Vehicle service center | 566,250 | 566,250 | 546,839 | 19,411 |
| General services | 263,567 | 263,567 | 248,231 | 15,336 |
| Purchasing | 176,611 | 176,611 | 175,314 | 1,297 |
| Election and voter registration | 832,876 | 832,876 | 261,463 | 571,413 |
| County clerk | 308,403 | 308,403 | 268,473 | 39,930 |
| Auditor | 366,364 | 366,364 | 346,759 | 19,605 |
| Budget office | 156,592 | 156,592 | 134,093 | 22,499 |
| Human resources | 169,399 | 169,399 | 160,058 | 9,341 |
| Contractual | 559,650 | 559,650 | 559,650 | - |
| Public information officer | 50,466 | 50,466 | 5,369 | 45,097 |
| County operations | 1,231,979 | 1,231,979 | 1,340,927 | (108,948) |
| Archives | 174,499 | 174,499 | 166,792 | 7,707 |
| Building operations | 1,349,084 | 1,349,084 | 1,835,124 | (486,040) |
| | <u>10,030,327</u> | <u>10,030,327</u> | <u>9,288,302</u> | <u>742,025</u> |
| Judicial | | | | |
| Public administrator | 388,146 | 388,146 | 369,060 | 19,086 |
| Circuit court | 1,020,624 | 1,020,624 | 1,058,593 | (37,969) |
| Circuit clerk | 44,300 | 44,300 | 26,229 | 18,071 |
| Juvenile court | 2,731,591 | 2,731,591 | 2,844,821 | (113,230) |
| Pre-trial services | 158,130 | 158,130 | 156,517 | 1,613 |
| Juvenile detention | 705,462 | 705,462 | 677,964 | 27,498 |
| Juvenile grants | 905,995 | 905,995 | 832,105 | 73,890 |
| Prosecuting attorney | 2,187,821 | 2,187,821 | 2,132,366 | 55,455 |
| Prosecuting attorney - Title IV D | 1,140,176 | 1,140,176 | 1,052,285 | 87,891 |
| | <u>9,282,245</u> | <u>9,282,245</u> | <u>9,149,940</u> | <u>132,305</u> |
| Public Safety | | | | |
| Sheriff | 4,585,706 | 4,585,706 | 4,545,268 | 40,438 |
| Jail | 6,004,391 | 6,004,391 | 6,053,446 | (49,055) |
| HIDTA | 20,700 | 20,700 | 25,227 | (4,527) |
| | <u>10,610,797</u> | <u>10,610,797</u> | <u>10,623,941</u> | <u>(13,144)</u> |

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – GENERAL FUND (CONTINUED)
 Year Ended December 31, 2012

| | Original Budget | Final Budget | Actual | Variance With Final Budget |
|---|----------------------|----------------------|----------------------|----------------------------------|
| Public Works | | | | |
| Emergency management | 542,172 | 542,172 | 603,894 | (61,722) |
| Planning and zoning | 942,911 | 942,911 | 884,968 | 57,943 |
| Resource management | 115,861 | 115,861 | 114,283 | 1,578 |
| | <u>1,600,944</u> | <u>1,600,944</u> | <u>1,603,145</u> | <u>(2,201)</u> |
| Health and Welfare | | | | |
| Medical examiner | 392,024 | 392,024 | 379,942 | 12,082 |
| Health department | 766,009 | 766,009 | 770,070 | (4,061) |
| | <u>1,158,033</u> | <u>1,158,033</u> | <u>1,150,012</u> | <u>8,021</u> |
| Debt Service | - | 900,300 | 1,208,237 | (307,937) |
| Capital Outlay | 124,493 | 124,493 | 37,264 | 87,229 |
| TOTAL EXPENDITURES | <u>32,806,839</u> | <u>33,707,139</u> | <u>33,060,841</u> | <u>646,298</u> |
| EXCESS OF REVENUES OVER EXPENDITURES | 1,154,767 | 1,154,767 | 3,093,263 | 1,938,496 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Debt proceeds | 250,000 | 250,000 | - | (250,000) |
| Operating transfers in | 350,000 | 350,000 | 1,135,335 | 785,335 |
| Operating transfers (out) | (1,674,684) | (1,674,684) | (2,437,676) | (762,992) |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>(1,074,684)</u> | <u>(1,074,684)</u> | <u>(1,302,341)</u> | <u>(227,657)</u> |
| EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES) | 80,083 | 80,083 | 1,790,922 | 1,710,839 |
| FUND BALANCE, January 1 | <u>17,344,320</u> | <u>17,244,320</u> | <u>17,244,320</u> | <u>-</u> |
| FUND BALANCE, December 31 | <u>\$ 17,424,403</u> | <u>\$ 17,324,403</u> | <u>\$ 19,035,242</u> | <u>\$ 1,710,839</u> |

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – ROAD AND BRIDGE FUND
 Year Ended December 31, 2012

| | Original Budget | Final Budget | Actual | Variance With Final Budget |
|---|----------------------|----------------------|----------------------|----------------------------------|
| REVENUES | | | | |
| Taxes | \$ 21,187,436 | \$ 21,187,436 | \$ 20,956,433 | \$ (231,003) |
| Intergovernmental revenue | 1,845,000 | 1,845,000 | 717,218 | (1,127,782) |
| Fees and charges | 60,000 | 60,000 | 232,887 | 172,887 |
| Interest | 100,000 | 100,000 | 131,714 | 31,714 |
| Other revenues | 45,000 | 45,000 | 53,323 | 8,323 |
| TOTAL REVENUES | 23,237,436 | 23,237,436 | 22,091,575 | (1,145,861) |
| EXPENDITURES | | | | |
| Road and bridge | 22,873,929 | 23,164,981 | 22,996,860 | 168,121 |
| TOTAL EXPENDITURES | 22,873,929 | 23,164,981 | 22,996,860 | 168,121 |
| EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES | | | | |
| | 363,507 | 72,455 | (905,285) | (977,740) |
| FUND BALANCE, January 1 | 17,897,415 | 17,897,415 | 17,897,415 | - |
| FUND BALANCE, December 31 | <u>\$ 18,260,922</u> | <u>\$ 17,969,870</u> | <u>\$ 16,992,130</u> | <u>\$ (977,740)</u> |

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – ASSESSMENT FUND
 Year Ended December 31, 2012

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance With Final Budget</u> |
|---|----------------------------|-------------------------|---------------------|---|
| REVENUES | | | | |
| Fees and charges | \$ 1,867,096 | \$ 1,867,096 | \$ 1,953,197 | \$ 86,101 |
| TOTAL REVENUES | 1,867,096 | 1,867,096 | 1,953,197 | 86,101 |
| EXPENDITURES | | | | |
| General government | 1,867,096 | 1,867,096 | 1,754,503 | 112,593 |
| TOTAL EXPENDITURES | 1,867,096 | 1,867,096 | 1,754,503 | 112,593 |
| EXCESS OF REVENUES OVER EXPENDITURES | - | - | 198,694 | 198,694 |
| FUND BALANCE, January 1 | 3,612,037 | 3,612,037 | 3,612,037 | - |
| FUND BALANCE, December 31 | <u>\$ 3,612,037</u> | <u>\$ 3,612,037</u> | <u>\$ 3,810,731</u> | <u>\$ 198,694</u> |

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – LAW ENFORCEMENT SALES TAX I FUND
 Year Ended December 31, 2012

| | Original Budget | Final Budget | Actual | Variance With Final Budget |
|---|-----------------------|-----------------------|-----------------------|----------------------------------|
| REVENUES | | | | |
| Taxes | \$ 11,289,360 | \$ 11,289,360 | \$ 11,186,132 | \$ (103,228) |
| Intergovernmental | - | - | 37,246 | 37,246 |
| Interest | 100,000 | 100,000 | 32 | (99,968) |
| Other | - | - | 8,696 | 8,696 |
| TOTAL REVENUES | <u>11,389,360</u> | <u>11,389,360</u> | <u>11,232,106</u> | <u>(157,254)</u> |
| EXPENDITURES | | | | |
| Current | | | | |
| Public safety | 12,240,582 | 12,240,582 | 12,108,360 | 132,222 |
| Debt service | 711,525 | 711,525 | 712,225 | (700) |
| TOTAL EXPENDITURES | <u>12,952,107</u> | <u>12,952,107</u> | <u>12,820,585</u> | <u>131,522</u> |
| (DEFICIT) OF REVENUES OVER EXPENDITURES | | | | |
| | (1,562,747) | (1,562,747) | (1,588,479) | (25,732) |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | 1,562,747 | 1,562,747 | 1,820,765 | 258,018 |
| TOTAL OTHER FINANCING SOURCES | <u>1,562,747</u> | <u>1,562,747</u> | <u>1,820,765</u> | <u>258,018</u> |
| EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES | | | | |
| | - | - | 232,286 | 232,286 |
| FUND (DEFICIT), January 1 | <u>(1,332,042)</u> | <u>(1,332,042)</u> | <u>(1,332,042)</u> | <u>-</u> |
| FUND (DEFICIT), December 31 | <u>\$ (1,332,042)</u> | <u>\$ (1,332,042)</u> | <u>\$ (1,099,756)</u> | <u>\$ 232,286</u> |

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – 911 FUND
 Year Ended December 31, 2012

| | Original Budget | Final Budget | Actual | Variance With Final Budget |
|---|--------------------|-----------------|--------------|----------------------------------|
| REVENUES | | | | |
| Taxes | \$ 5,304,000 | \$ 5,304,000 | \$ 5,375,214 | \$ 71,214 |
| Fees and charges | - | - | 109,221 | 109,221 |
| Interest | 5,000 | 5,000 | 4,644 | (356) |
| Other | 5,000 | 5,000 | 4,387 | (613) |
| TOTAL REVENUES | 5,314,000 | 5,314,000 | 5,493,466 | 179,466 |
| EXPENDITURES | | | | |
| Public safety | 4,903,662 | 4,942,312 | 4,340,674 | 601,638 |
| TOTAL EXPENDITURES | 4,903,662 | 4,942,312 | 4,340,674 | 601,638 |
| EXCESS OF REVENUES OVER EXPENDITURES | 410,338 | 371,688 | 1,152,792 | 781,104 |
| OTHER FINANCING (USES) | | | | |
| Operating transfers (out) | (336,788) | (336,788) | (673,576) | (336,788) |
| EXCESS OF REVENUES OVER EXPENDITURES AND OTHER (USES) | 73,550 | 34,900 | 479,216 | 444,316 |
| FUND BALANCE, January 1 | 1,833,315 | 1,833,315 | 1,833,315 | - |
| FUND BALANCE, December 31 | \$ 1,906,865 | \$ 1,868,215 | \$ 2,312,531 | \$ 444,316 |

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – PARK SALES TAX FUND
 Year Ended December 31, 2012

| | Original Budget | Final Budget | Actual | Variance With Final Budget |
|---|---------------------|---------------------|---------------------|----------------------------------|
| REVENUES | | | | |
| Taxes | \$ 16,944,519 | \$ 16,944,519 | \$ 14,463,675 | \$ (2,480,844) |
| Other | - | - | 2,635 | 2,635 |
| TOTAL REVENUES | 16,944,519 | 16,944,519 | 14,466,310 | (2,478,209) |
| EXPENDITURES | | | | |
| Parks | 14,919,004 | 14,919,004 | 14,265,833 | 653,171 |
| TOTAL EXPENDITURES | 14,919,004 | 14,919,004 | 14,265,833 | 653,171 |
| EXCESS OF REVENUES OVER EXPENDITURES | 2,025,515 | 2,025,515 | 200,477 | (1,825,038) |
| OTHER FINANCING (USES) | | | | |
| Operating transfers (out) | (540,455) | (540,455) | (540,455) | - |
| TOTAL OTHER FINANCING (USES) | (540,455) | (540,455) | (540,455) | - |
| EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES AND OTHER (USES) | 1,485,060 | 1,485,060 | (339,978) | (1,825,038) |
| FUND BALANCE, January 1 | 3,295,826 | 3,295,826 | 3,295,826 | - |
| FUND BALANCE, December 31 | <u>\$ 4,780,886</u> | <u>\$ 4,780,886</u> | <u>\$ 2,955,848</u> | <u>\$ (1,825,038)</u> |

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – SENIOR SERVICES FUND
 Year Ended December 31, 2012

| | Original Budget | Final Budget | Actual | Variance With Final Budget |
|--|---------------------|---------------------|---------------------|----------------------------------|
| REVENUES | | | | |
| Taxes | \$ 2,130,000 | \$ 2,130,000 | \$ 2,170,609 | \$ 40,609 |
| Interest | 27,000 | 27,000 | 25,869 | (1,131) |
| Other | - | - | 40,000 | 40,000 |
| TOTAL REVENUES | 2,157,000 | 2,157,000 | 2,236,478 | 79,478 |
| EXPENDITURES | | | | |
| Health and welfare | 2,157,000 | 2,482,000 | 2,479,383 | 2,617 |
| TOTAL EXPENDITURES | 2,157,000 | 2,482,000 | 2,479,383 | 2,617 |
| (DEFICIT) OF REVENUES OVER EXPENDITURES | | | | |
| | - | (325,000) | (242,905) | 82,095 |
| FUND BALANCE, January 1 | 4,057,640 | 4,057,640 | 4,057,640 | - |
| FUND BALANCE, December 31 | <u>\$ 4,057,640</u> | <u>\$ 3,732,640</u> | <u>\$ 3,814,735</u> | <u>\$ 82,095</u> |

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – GREENE COUNTY SEWER DISTRICT FUND
 Year Ended December 31, 2012

| | Original Budget | Final Budget | Actual | Variance With Final Budget |
|--|---------------------|---------------------|--------------------|----------------------------------|
| REVENUES | | | | |
| Taxes | \$ 13,040 | \$ 13,040 | \$ 226,082 | \$ 213,042 |
| TOTAL REVENUES | 13,040 | 13,040 | 226,082 | 213,042 |
| EXPENDITURES | | | | |
| Capital outlay | 1,029,485 | 1,029,485 | 26,765 | 1,002,720 |
| Debt service | 13,040 | 13,040 | 88,745 | (75,705) |
| TOTAL EXPENDITURES | 1,042,525 | 1,042,525 | 115,510 | 927,015 |
| EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES | (1,029,485) | (1,029,485) | 110,572 | 1,140,057 |
| OTHER FINANCING SOURCES | | | | |
| Loan proceeds | 1,029,485 | 1,029,485 | - | (1,029,485) |
| EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES | - | - | 110,572 | 110,572 |
| FUND (DEFICIT), January 1 | (138,407) | (138,407) | (138,407) | - |
| FUND (DEFICIT), December 31 | <u>\$ (138,407)</u> | <u>\$ (138,407)</u> | <u>\$ (27,835)</u> | <u>\$ 110,572</u> |

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – RECORDER’S USER FUND
 Year Ended December 31, 2012

| | Original Budget | Final Budget | Actual | Variance With Final Budget |
|---|--------------------|-------------------|-------------------|----------------------------------|
| REVENUES | | | | |
| Fees and charges | \$ 100,800 | \$ 100,800 | \$ 175,972 | \$ 75,172 |
| Interest | - | - | 4,028 | 4,028 |
| Other | - | - | 11,300 | 11,300 |
| TOTAL REVENUES | 100,800 | 100,800 | 191,300 | 90,500 |
| EXPENDITURES | | | | |
| General government | 100,800 | 150,800 | 100,369 | 50,431 |
| TOTAL EXPENDITURES | 100,800 | 150,800 | 100,369 | 50,431 |
| EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES | | | | |
| | - | (50,000) | 90,931 | 140,931 |
| FUND BALANCE, January 1 | 525,825 | 525,825 | 525,825 | - |
| FUND BALANCE, December 31 | <u>\$ 525,825</u> | <u>\$ 475,825</u> | <u>\$ 616,756</u> | <u>\$ 140,931</u> |

GREENE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – REAL PROPERTY IMPROVEMENT FUND
 Year Ended December 31, 2012

| | Original Budget | Final Budget | Actual | Variance With Final Budget |
|--|--------------------|-----------------|--------------|----------------------------------|
| REVENUES | | | | |
| Intergovernmental revenue | \$ 1,583,938 | \$ 1,583,938 | \$ 1,249,872 | \$ (334,066) |
| Other | - | - | 5,605 | 5,605 |
| TOTAL REVENUES | 1,583,938 | 1,583,938 | 1,255,477 | (328,461) |
| EXPENDITURES | | | | |
| Capital outlay | 6,600,000 | 10,931,000 | 12,364,417 | (1,433,417) |
| Debt service | 2,364,368 | 2,364,368 | 389,005 | 1,975,363 |
| TOTAL EXPENDITURES | 8,964,368 | 13,295,368 | 12,753,422 | 541,946 |
| (DEFICIT) OF REVENUES OVER EXPENDITURES | (7,380,430) | (11,711,430) | (11,497,945) | 213,485 |
| OTHER FINANCING SOURCES | | | | |
| Sale of property | - | - | 483,160 | 483,160 |
| Bond proceeds | 4,438,308 | 4,438,308 | 16,571,617 | 12,133,309 |
| Transfers in | 3,974,252 | 8,305,252 | 15,774,733 | 7,469,481 |
| TOTAL OTHER FINANCING SOURCES | 8,412,560 | 12,743,560 | 32,829,510 | 20,085,950 |
| EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES | 1,032,130 | 1,032,130 | 21,331,565 | 20,299,435 |
| FUND (DEFICIT), January 1 | (16,961,144) | (16,961,144) | (16,961,144) | - |
| FUND (DEFICIT), December 31 | \$ (15,929,014) | \$ (15,929,014) | \$ 4,370,421 | \$ 20,299,435 |

GREENE COUNTY, MISSOURI
NOTE TO BUDGETARY COMPARISON SCHEDULES
Year Ended December 31, 2012

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, 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 – NONMAJOR SPECIAL REVENUE FUNDS
 December 31, 2012

| | Shelter For Victims Fund | Court Office Supply Fund | Pass Through Grant Fund | Courthouse Administration Fund | Sheriff DARE Fund | Drug Court Fund | Election Services Fund | Family Court Fund | Law Enforcement Sales Tax II Fund |
|--|--------------------------------|-----------------------------------|----------------------------------|--------------------------------------|-------------------------|-----------------------|------------------------------|-------------------------|--|
| ASSETS | | | | | | | | | |
| Cash and investments | \$ 43,694 | \$ 28,877 | \$ - | \$ 687 | \$ 7,613 | \$ 403,749 | \$ 262,380 | \$ - | \$ 493,016 |
| Taxes Receivable | - | - | - | - | - | - | - | - | 859,814 |
| Other accounts receivable | 1,418 | - | - | - | - | 13,291 | 1,420 | - | - |
| Due from other funds | - | - | - | - | - | - | 1,616 | - | - |
| TOTAL ASSETS | \$ 45,112 | \$ 28,877 | \$ - | \$ 687 | \$ 7,613 | \$ 417,040 | \$ 265,416 | \$ - | \$ 1,352,830 |
| LIABILITIES | | | | | | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - | \$ 3,210 | \$ 13,787 | \$ 746 | \$ - | \$ - |
| Accrued expenses | - | - | - | - | - | - | - | - | - |
| Due to other funds | - | - | - | - | - | - | - | - | - |
| TOTAL LIABILITIES | - | - | - | - | 3,210 | 13,787 | 746 | - | - |
| FUND BALANCES | | | | | | | | | |
| Restricted for: | | | | | | | | | |
| Elections | - | - | - | - | - | - | 264,670 | - | - |
| Judicial | - | 28,877 | - | - | - | 403,253 | - | - | - |
| Public Safety | - | - | - | - | 4,403 | - | - | - | 1,352,830 |
| Health and Welfare | 45,112 | - | - | - | - | - | - | - | - |
| Tax maintenance | - | - | - | - | - | - | - | - | - |
| Assign to: | | | | | | | | | |
| Courthouse administration | - | - | - | 687 | - | - | - | - | - |
| Unassigned | - | - | - | - | - | - | - | - | - |
| TOTAL FUND BALANCES | 45,112 | 28,877 | - | 687 | 4,403 | 403,253 | 264,670 | - | 1,352,830 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 45,112 | \$ 28,877 | \$ - | \$ 687 | \$ 7,613 | \$ 417,040 | \$ 265,416 | \$ - | \$ 1,352,830 |

GREENE COUNTY, MISSOURI
 COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS (continued)
 December 31, 2012

| | Family Dependency Fund | Sheriff Forfeiture Fund | Inmate Fund | Juvenile Drug Court Fund | Juvenile Incentive Fund | Juvenile Teen Court Fund | LEPC Fund | Prosecuting Attorney Bad Check Fund | Prosecuting Attorney Delinquent Tax Fund |
|--|------------------------------|-------------------------------|------------------|--------------------------------|-------------------------------|--------------------------------|------------------|--|---|
| ASSETS | | | | | | | | | |
| Cash and investments | \$ 2,497 | \$ 227,657 | \$ 30,293 | \$ 5,142 | \$ 1,501 | \$ 1,863 | \$ 21,587 | \$ 14,579 | \$ 38,488 |
| Taxes receivable | - | - | - | - | - | - | - | - | - |
| Other accounts receivable | 160 | 2,667 | 3,733 | - | - | - | - | - | 2,344 |
| Due from other funds | - | - | - | - | - | - | - | - | - |
| TOTAL ASSETS | \$ 2,657 | \$ 230,324 | \$ 34,026 | \$ 5,142 | \$ 1,501 | \$ 1,863 | \$ 21,587 | \$ 14,579 | \$ 40,832 |
| LIABILITIES | | | | | | | | | |
| Accounts payable | \$ 1,484 | \$ 13,157 | \$ 5,497 | \$ - | \$ 300 | \$ - | \$ 693 | \$ 1,568 | \$ 4,897 |
| Accrued expenses | - | - | - | - | - | - | - | - | - |
| Due to other funds | - | - | - | - | - | - | - | - | - |
| TOTAL LIABILITIES | 1,484 | 13,157 | 5,497 | - | 300 | - | 693 | 1,568 | 4,897 |
| FUND BALANCES | | | | | | | | | |
| Restricted for: | | | | | | | | | |
| Elections | - | - | - | - | - | - | - | - | - |
| Judicial | - | - | - | 5,142 | 1,201 | 1,863 | - | 13,011 | 35,935 |
| Public Safety | - | 217,167 | 28,529 | - | - | - | 20,894 | - | - |
| Health and Welfare | 1,173 | - | - | - | - | - | - | - | - |
| Tax maintenance | - | - | - | - | - | - | - | - | - |
| Assign to: | | | | | | | | | |
| Courthouse administration | - | - | - | - | - | - | - | - | - |
| Unassigned | - | - | - | - | - | - | - | - | - |
| TOTAL FUND BALANCES | 1,173 | 217,167 | 28,529 | 5,142 | 1,201 | 1,863 | 20,894 | 13,011 | 35,935 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 2,657 | \$ 230,324 | \$ 34,026 | \$ 5,142 | \$ 1,501 | \$ 1,863 | \$ 21,587 | \$ 14,579 | \$ 40,832 |

GREENE COUNTY, MISSOURI
 COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS (continued)
 December 31, 2012

| | 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 | Total |
|--|---|----------------------------|--------------------------------------|------------------------------|-----------------------------|------------------------|-----------------------------|---|---------------------|
| ASSETS | | | | | | | | | |
| Cash and investments | \$ 4,751 | \$ 1 | \$ 29,818 | \$ 220,996 | \$ 17,591 | \$ 39,045 | \$ - | \$ 611,397 | \$ 2,507,222 |
| Taxes receivable | - | - | - | - | - | - | - | - | 859,814 |
| Other accounts receivable | 232 | - | 43,633 | - | 912 | - | 27,919 | 13,017 | 110,746 |
| Due from other funds | - | - | - | - | - | - | - | - | 1,616 |
| TOTAL ASSETS | \$ 4,983 | \$ 1 | \$ 73,451 | \$ 220,996 | \$ 18,503 | \$ 39,045 | \$ 27,919 | \$ 624,414 | \$ 3,479,398 |
| LIABILITIES | | | | | | | | | |
| Accounts payable | \$ - | \$ - | \$ 24 | \$ 9,145 | \$ 125 | \$ 6,218 | \$ 1,851 | \$ 838 | \$ 63,540 |
| Accrued expenses | - | - | - | 69 | - | - | - | - | 69 |
| Due to other funds | - | - | 76,647 | - | - | - | - | - | 76,647 |
| TOTAL LIABILITIES | - | - | 76,671 | 9,214 | 125 | 6,218 | 1,851 | 838 | 140,256 |
| FUND BALANCES | | | | | | | | | |
| Restricted for: | | | | | | | | | |
| Elections | - | - | - | - | - | - | 26,068 | - | 290,738 |
| Judicial | 4,983 | - | - | - | - | - | - | - | 494,265 |
| Public Safety | - | 1 | - | 211,782 | 18,378 | 32,827 | - | - | 1,886,811 |
| Health and Welfare | - | - | - | - | - | - | - | - | 46,285 |
| Tax maintenance | - | - | - | - | - | - | - | 623,576 | 623,576 |
| Assign to: | | | | | | | | | |
| Courthouse administration | - | - | - | - | - | - | - | - | 687 |
| Unassigned | - | - | (3,220) | - | - | - | - | - | (3,220) |
| TOTAL FUND BALANCES | 4,983 | 1 | (3,220) | 211,782 | 18,378 | 32,827 | 26,068 | 623,576 | 3,339,142 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 4,983 | \$ 1 | \$ 73,451 | \$ 220,996 | \$ 18,503 | \$ 39,045 | \$ 27,919 | \$ 624,414 | \$ 3,479,398 |

GREENE COUNTY, MISSOURI
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – NONMAJOR SPECIAL REVENUE
 FUNDS

Year Ended December 31, 2012

| | Shelter For Victims Fund | Court Office Supply Fund | Pass Through Grant Fund | Courthouse Administration Fund | Sheriff DARE Fund | Drug Court Fund | Election Services Fund | Family Court Fund | Law Enforcement Sales Tax II Fund |
|---|--------------------------------|-----------------------------------|----------------------------------|--------------------------------------|-------------------------|-----------------------|------------------------------|-------------------------|--|
| REVENUES | | | | | | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,352,768 |
| Intergovernmental revenues | - | - | 603,594 | - | 8,260 | - | - | - | - |
| Fees and charges | 43,948 | 16,538 | - | - | - | 374,781 | 67,539 | 1,635 | - |
| Interest | 73 | 26,751 | - | - | - | - | 390 | - | 62 |
| Other | - | - | - | 591 | - | - | - | - | - |
| TOTAL REVENUES | 44,021 | 43,289 | 603,594 | 591 | 8,260 | 374,781 | 67,929 | 1,635 | 1,352,830 |
| EXPENDITURES | | | | | | | | | |
| Current | | | | | | | | | |
| General government | - | - | 606,111 | 910 | - | - | 131,802 | - | - |
| Judicial | - | 36,880 | - | - | - | 180,226 | - | 1,635 | - |
| Public safety | - | - | - | - | 27,363 | - | - | - | - |
| Health and welfare | 44,000 | - | - | - | - | - | - | - | - |
| TOTAL EXPENDITURES | 44,000 | 36,880 | 606,111 | 910 | 27,363 | 180,226 | 131,802 | 1,635 | - |
| EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES | 21 | 6,409 | (2,517) | (319) | (19,103) | 194,555 | (63,873) | - | 1,352,830 |
| OTHER FINANCING SOURCES (USES) | | | | | | | | | |
| Operating transfers in/(out) | - | - | - | - | - | - | 143,797 | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | - | - | - | - | - | - | 143,797 | - | - |
| EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES) | 21 | 6,409 | (2,517) | (319) | (19,103) | 194,555 | 79,924 | - | 1,352,830 |
| FUND BALANCE (DEFICIT), January 1 | 45,091 | 22,468 | 2,517 | 1,006 | 23,506 | 208,698 | 184,746 | - | - |
| FUND BALANCE (DEFICIT), December 31 | \$ 45,112 | \$ 28,877 | \$ - | \$ 687 | \$ 4,403 | \$ 403,253 | \$ 264,670 | \$ - | \$ 1,352,830 |

GREENE COUNTY, MISSOURI
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – NONMAJOR SPECIAL REVENUE
 FUNDS (continued)
 Year Ended December 31, 2012

| | Family Dependency Fund | Sheriff Forfeiture Fund | Inmate Fund | Juvenile Drug Court Fund | Juvenile Incentive Fund | Juvenile Teen Court Fund | LEPC Fund | Prosecuting Attorney Bad Check Fund | Prosecuting Attorney Delinquent Tax Fund |
|---|------------------------------|-------------------------------|----------------|--------------------------------|-------------------------------|--------------------------------|--------------|--|---|
| REVENUES | | | | | | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental revenues | - | 361,161 | - | - | - | - | 77,499 | - | - |
| Fees and charges | 2,980 | - | 58,876 | - | - | - | - | 94,521 | 56,814 |
| Interest | - | 388 | - | - | - | - | - | 67 | 87 |
| Other | - | - | - | - | - | - | - | - | 4 |
| TOTAL REVENUES | 2,980 | 361,549 | 58,876 | - | - | - | 77,499 | 94,588 | 56,905 |
| EXPENDITURES | | | | | | | | | |
| Current | | | | | | | | | |
| General government | - | - | - | - | - | - | - | - | - |
| Judicial | - | - | - | - | 1,500 | - | - | 98,920 | 58,668 |
| Public safety | - | 258,896 | 77,020 | - | - | - | 78,693 | - | - |
| Health and welfare | 3,588 | - | - | - | - | - | - | - | - |
| TOTAL EXPENDITURES | 3,588 | 258,896 | 77,020 | - | 1,500 | - | 78,693 | 98,920 | 58,668 |
| EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES | (608) | 102,653 | (18,144) | - | (1,500) | - | (1,194) | (4,332) | (1,763) |
| OTHER FINANCING SOURCES (USES) | | | | | | | | | |
| Operating transfers in/(out) | - | - | - | - | - | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | - | - | - | - | - | - | - | - | - |
| EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES) | (608) | 102,653 | (18,144) | - | (1,500) | - | (1,194) | (4,332) | (1,763) |
| FUND BALANCE (DEFICIT), January 1 | 1,781 | 114,514 | 46,673 | 5,142 | 2,701 | 1,863 | 22,088 | 17,343 | 37,698 |
| FUND BALANCE (DEFICIT), December 31 | \$ 1,173 | \$ 217,167 | \$ 28,529 | \$ 5,142 | \$ 1,201 | \$ 1,863 | \$ 20,894 | \$ 13,011 | \$ 35,935 |

GREENE COUNTY, MISSOURI
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – NONMAJOR SPECIAL REVENUE
 FUNDS (continued)
 Year Ended December 31, 2012

| | 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 | Total |
|--|---|----------------------------|--------------------------------------|------------------------------|-----------------------------|------------------------|-----------------------------|---|---------------------|
| REVENUES | | | | | | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,352,768 |
| Intergovernmental revenues | - | - | 316,830 | - | - | - | - | - | 1,367,344 |
| Fees and charges | 3,375 | 6,857 | - | 278,452 | 13,279 | 50,000 | 492,106 | 390,425 | 1,952,126 |
| Interest | - | - | - | - | - | - | - | 1,275 | 29,093 |
| Other | - | - | - | 3,120 | - | 3,092 | - | - | 6,807 |
| TOTAL REVENUES | 3,375 | 6,857 | 316,830 | 281,572 | 13,279 | 53,092 | 492,106 | 391,700 | 4,708,138 |
| EXPENDITURES | | | | | | | | | |
| Current | | | | | | | | | |
| General government | - | - | - | - | - | - | 983,196 | 28,461 | 1,750,480 |
| Judicial | 1,389 | - | - | - | - | - | - | - | 379,218 |
| Public safety | - | 21,411 | 243,315 | 205,341 | 9,026 | 50,052 | - | - | 971,117 |
| Health and welfare | - | - | - | - | - | - | - | - | 47,588 |
| TOTAL EXPENDITURES | 1,389 | 21,411 | 243,315 | 205,341 | 9,026 | 50,052 | 983,196 | 28,461 | 3,148,403 |
| EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES | 1,986 | (14,554) | 73,515 | 76,231 | 4,253 | 3,040 | (491,090) | 363,239 | 1,559,735 |
| OTHER FINANCING SOURCES (USES) | | | | | | | | | |
| Operating transfers in/(out) | - | - | - | - | - | - | 361,178 | (378,419) | 126,556 |
| TOTAL OTHER FINANCING SOURCES (USES) | - | - | - | - | - | - | 361,178 | (378,419) | 126,556 |
| EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES) | 1,986 | (14,554) | 73,515 | 76,231 | 4,253 | 3,040 | (129,912) | (15,180) | 1,686,291 |
| FUND BALANCE (DEFICIT), January 1 | 2,997 | 14,555 | (76,735) | 135,551 | 14,125 | 29,787 | 155,980 | 638,756 | 1,652,851 |
| FUND BALANCE, (DEFICIT) December 31 | \$ 4,983 | \$ 1 | \$ (3,220) | \$ 211,782 | \$ 18,378 | \$ 32,827 | \$ 26,068 | \$ 623,576 | \$ 3,339,142 |



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

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, 2012, 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 26, 2013.

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*.

We noted certain other matters that we have reported to management of Greene County, Missouri, in a separate letter dated June 26, 2013.

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.

A handwritten signature in black ink that reads "Davis, Lynn; Moots, PC". The signature is written in a cursive, slightly slanted style.

DAVIS, LYNN & MOOTS, P.C.
June 26, 2013



DAVIS, LYNN &
MOOTS, P.C.
Certified Public
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**INDEPENDENT AUDITORS' REPORT ON
COMPLIANCE WITH REQUIREMENTS THAT COULD
HAVE A DIRECT AND MATERIAL EFFECT ON EACH
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

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 Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Greene County, Missouri's major federal programs for the year ended December 31, 2012. Greene County, Missouri's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Greene County, Missouri's major federal programs 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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 each major federal program. However, our audit does not provide a legal determination on Greene County, Missouri's compliance.

Opinion on Each Major Federal Program

In our opinion, Greene County, Missouri, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2012.

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 with OMB Circular A-133, 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 the County'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 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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Davis, Lynn; Moots, PC

GREENE COUNTY, MISSOURI
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended December 31, 2012

| Federal Grantor Pass Through Grantor/ Program Title | Federal CFDA Number | Pass-through Grantor's Number/ Identifying number | Federal Expenditures |
|---|---------------------------|---|-------------------------|
| <u>U.S. DEPARTMENT OF AGRICULTURE</u> | | | |
| Missouri Department of Social Services | | | |
| Child and Adult Care Food Program | 10.558 | N/A | \$ 5,543 |
| Child Nutrition Cluster | | | |
| Summer Food Service Program | 10.559 | N/A | 1,629 |
| Department of Elementary and Secondary Education | | | |
| Child Nutrition Cluster | | | |
| National School Lunch Program | 10.555 | N/A | <u>15,362</u> |
| TOTAL U.S. DEPARTMENT OF AGRICULTURE | | | <u>22,534</u> |
| <u>U.S. DEPARTMENT OF JUSTICE</u> | | | |
| Direct | | | |
| Criminal and Juvenile Justice and Mental Health Collaboration Program | 16.745 | 2010-MO-BX-0021 | 61,867 |
| Public Safety Partnership & Community Policing | 16.710 | 2010-CK-WX-0250 | 306,485 |
| | | 2008-CK-WX-0382 | 197,739 |
| | | 2009-CK-WX-0238 | 544,978 |
| Missouri Department of Public Safety | | | |
| JAG Program Cluster | | | |
| ARRA - Edward Byrne Memorial Justice Assistance Grant Program | 16.803 | 2009-JAG-RA-105 | 80,183 |
| | | 2009-JAG-RA-076 | 21,973 |
| Edward Byrne Memorial Justice Assistance Grant Program | 16.738 | 2011-JAG-007 | 92,158 |
| | | 2010-JAG-012 | 201,290 |
| City of Springfield | | | |
| JAG Program Cluster | | | |
| ARRA - Edward Byrne Memorial Justice Assistance Grant Program | 16.803 | 2012-DJ-BX-0403 | 39,866 |
| Direct | | | |
| Cooperative Agreement | 16.000 | N/A | 8,250 |
| Lawrence County, Missouri | | | |
| Cooperative Agreement | 16.000 | N/A | 1,172 |
| Direct | | | |
| Part E - Developing, Testing, Demonstrating Promising Programs | 16.541 | 2007-DC-BX-0018 | 327,370 |
| Missouri Department of Public Safety | | | |
| Juvenile Accountability Block Grants | 16.523 | 2011-JABG-LG-0002 | 3,874 |
| | | 2009-2010-JABG-LG-0002 | 42,263 |
| Juvenile Justice and Delinquency Prevention | 16.540 | 2010-TITLE2-08 | <u>33,817</u> |
| TOTAL U.S. DEPARTMENT OF JUSTICE | | | 1,963,285 |
| <u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u> | | | |
| Missouri Department of Economic Development | | | |
| Community Development Block Grant | 14.228 | 2008-DI-22 | 442,358 |
| | | 2008-ND-01 | 3,150 |
| | | 2008-DI-57 | <u>34,558</u> |
| TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT | | | 480,066 |

GREENE COUNTY, MISSOURI
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)
Year Ended December 31, 2012

| Federal Grantor Pass Through Grantor/ Program Title | Federal CFDA Number | Pass-through Grantor's Number/ Identifying number | Federal Expenditures |
|---|---------------------------|---|-------------------------|
| <u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u> | | | |
| Missouri Department of Health and Senior Services Maternal and Child Health Services Block Grant to the States | 93.994 | 1 B04MC23390-01 | 25,362 |
| Missouri Department of Social Services Child Support Enforcement | 93.563 | N/A | <u>1,102,794</u> |
| TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES | | | 1,128,156 |
| <u>U.S. DEPARTMENT OF ENERGY</u> | | | |
| Direct ARRA-Energy Efficiency and Renewable Energy | 81.129 | DE-EE0002002 | <u>433,938</u> |
| TOTAL U.S. DEPARTMENT OF ENERGY | | | 433,938 |
| <u>GENERAL SERVICES ADMINISTRATION</u> | | | |
| Missouri Secretary of State Voter List Management Grant | 39.011 | N/A | <u>17,081</u> |
| TOTAL GENERAL SERVICES ADMINISTRATION | | | 17,081 |
| <u>U.S. DEPARTMENT OF INTERIOR</u> | | | |
| Direct B Project Grants | 15.929 | 29-06-ML-0431 | <u>18,029</u> |
| TOTAL U.S. DEPARTMENT OF INTERIOR | | | 18,029 |
| <u>EXECUTIVE OFFICE OF THE PRESIDENT</u> | | | |
| Missouri Department of Public Safety High Intensity Drug Trafficking Area Grant | 95.001 | G12MW0001A | <u>121,358</u> |
| TOTAL EXECUTIVE OFFICE OF THE PRESIDENT | | | 121,358 |
| <u>U.S. DEPARTMENT OF HOMELAND SECURITY</u> | | | |
| Missouri State University Homeland Security Grant Program | 97.067 | N/A | 81,845 |
| Missouri Office of Homeland Security Citizen Corp Grant | 97.053 | 2010-SS-TO-0039 2008-GE-T8-0014 | 39,480 2,682 |
| Hazard Mitigation Grant | 97.039 | FEMA DR-1676-MO | 225,000 |
| Emergency Management Performance Grants | 97.042 | N/A | <u>233,285</u> |
| TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY | | | 582,292 |
| <u>U.S. DEPARTMENT OF THE TREASURY</u> | | | |
| Direct Equitable Sharing of Seized Property | 21.000 | N/A | <u>258,896</u> |
| TOTAL U.S. DEPARTMENT OF THE TREASURY | | | 258,896 |

GREENE COUNTY, MISSOURI
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)
Year Ended December 31, 2012

| Federal Grantor Pass Through Grantor/ Program Title | Federal CFDA Number | Pass-through Grantor's Number/ Identifying number | Federal Expenditures |
|---|---------------------------|---|-------------------------|
| <u>U.S. DEPARTMENT OF TRANSPORTATION</u> | | | |
| Missouri Department of Transportation | | | |
| Highway Planning and Construction Grant | 20.205 | STP-5907(801) | 155,606 |
| Missouri Division of Highway Safety | | | |
| Alcohol Open Container Requirements | 20.607 | 13-154-AL-035 | 16,402 |
| | | 13-154-AL-034 | 11,778 |
| | | 12-154-AL-086 | 75,769 |
| | | 12-154-AL-057 | 43,350 |
| | | 12-154-AL-058 | 49,253 |
| University of Central Missouri | | | |
| Alcohol Open Container Requirements | 20.607 | 12-154-AL-083 | 1,488 |
| Highway Safety Cluster | | | |
| Alcohol Impaired Driving Countermeasures Incentive Grants | 20.601 | 13-K8-03-21 | 14,272 |
| State and Community Highway Safety | 20.600 | 12-PT-02-065 | 43,660 |
| | | 13-PT-02-038 | 17,476 |
| University of Central Missouri | | | |
| Alcohol Impaired Driving Countermeasures Incentive Grants | 20.601 | 12-OP-05-002 | 347 |
| TOTAL U.S. DEPARTMENT OF TRANSPORTATION | | | 429,401 |
| TOTAL EXPENDITURES OF FEDERAL AWARDS | | | \$ 5,455,036 |

N/A - Not Applicable

NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

The Schedule is presented on the accrual basis of accounting.

Pass-Through Grant Expenditures

| | | | |
|---|--------|--|------------|
| Combined Ozarks Multi-Jurisdictional Enforcement Team | | | |
| Edward Byrne Memorial Justice Assistance Grant Program | 16.738 | | \$ 293,448 |
| ARRA - Edward Byrne Memorial Justice Assistance Grant Program | 16.803 | | 102,156 |
| Drury University | | | |
| Hazard Mitigation Grant | 97.039 | | 225,000 |
| Southwest Missouri Council of Governments | | | |
| Community Development Block Grant | 14.228 | | 34,558 |
| | | | \$ 655,162 |

GREENE COUNTY, MISSOURI
SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2012

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unqualified opinion on the basic financial statements.
2. No significant deficiencies or material weaknesses were disclosed during the audit of the financial statements.
3. No instances of noncompliance material to the basic financial statements were disclosed during the audit.
4. There were no significant deficiencies disclosed during the audit of major federal award programs.
5. The auditors' report on compliance for the major federal award programs expresses an unqualified opinion.
6. There were no findings required to be reported in accordance with Section 510(a) of Circular A-133.
7. The following were major programs:

| | |
|--|--------|
| Public Safety Partnership & Community Policing | 16.710 |
| Child Support Enforcement | 93.563 |
| Community Development Block Grant | 14.228 |
| ARRA – Energy Efficiency and Renewable Energy | 81.129 |

8. The threshold for Type A programs was \$300,000.
9. Greene County, Missouri was not determined to be a low-risk auditee.

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

None

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

None

GREENE COUNTY, MISSOURI
SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended December 31, 2012

There were no prior audit findings.