

CHRISTIAN COUNTY, MISSOURI
BASIC FINANCIAL STATEMENTS
Year Ended December 31, 2014

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INDEPENDENT AUDITORS' REPORT

Christian County Commission
Christian County
Ozark, Missouri

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Christian County, Missouri, as of and for the year ended December 31, 2014, 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 the modified cash basis of accounting described in Note A; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the County's internal control.

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1445 E. Republic Road, Springfield, MO 65804 | 417-882-4300 | fax 417-882-4343
500 W. Main Street Suite 200, Branson, MO 65616 | 417-334-2987 | fax 417-336-3403
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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 modified cash basis financial position of the governmental activities, each major fund and the aggregate remaining fund information, as of December 31, 2014, and the respective changes in modified cash basis financial position for the year then ended in accordance with the basis of accounting described in Note A.

Basis of Accounting

We draw attention to Note A of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Disclaimer of Opinion on Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The management's discussion and analysis, schedule of funding progress, and budgetary comparison information on pages 8-14 and 39-54, which are the responsibility of management, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Financial Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Christian County, Missouri's basic financial statements. The combining fund financial statements contained in the Other Financial Information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Christian County Commission
Christian County
Ozark, Missouri

The combining fund financial statements 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 fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 11, 2015, on our consideration of Christian County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 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 Christian County's internal control over financial reporting and compliance.

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
May 11, 2015

MANAGEMENT'S DISCUSSION AND ANALYSIS

**CHRISTIAN COUNTY, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2014**

Our discussion and analysis of Christian County's financial performance provides an overview of the County's financial activities for the year ended December 31, 2014, within the limitations of the County's modified cash basis of accounting. Please read it in conjunction with the County's financial statements.

FINANCIAL HIGHLIGHTS

- The overall net position of the County increased by \$695,110.
- The fund balance for the General Fund increased by \$808,457.
- The County received over \$340,000 more sales tax in the General Fund than budgeted.
- Actual sales tax receipts in the General Fund increased by over \$263,000 compared to 2013.
- Actual sales tax receipts for the General Fund, Roads, Law Enforcement, and Building Bond increased by more than \$700,000 compared to 2013.

USING THIS ANNUAL REPORT

This annual report is presented in a format consistent with the presentation requirements of the Governmental Accounting Standards Board (GASB) Statement No. 34 as applicable to the County's modified cash basis of accounting.

Report Components

Government-Wide 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: Fund financial statements focus on the individual parts of the County government. Fund financial statements also report the County operations in more detail than the government-wide statements by providing information about the County's major funds. These statements tell how these services were financed in the short term as well as what remains for future spending.

Notes to the Financial Statements: The notes to the financial statements are an integral part of the government-wide and fund financial statements and provide expanded explanation and detail regarding the information reported in the statements.

Supplementary Information: This Management's Discussion and Analysis and the Budgetary Comparison Schedules represent supplementary financial information to the basic financial statements. Such information provides users of this report with additional data that supplements the government-wide statements, fund financial statements, and notes (referred to as "the basic financial statements").

Other Financial Information: This part of the annual report includes optional financial information, which includes the combining statements for the County's nonmajor funds. This other financial information is provided to address certain needs of various users of the County's annual report.

Basis of Accounting

The County has elected to present its financial statements on the modified cash basis of accounting. This modified cash basis of accounting is a basis of accounting other than accounting principles generally accepted in the United States of America. Basis of accounting is a reference to *when* financial events are recorded, such as the timing for recognizing receipts, disbursements, and their related assets and liabilities. Under the County's modified cash basis of accounting, receipts and disbursements and the related assets are recorded when they result from cash transactions.

As a result of the use of the modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable billed or services provided not yet collected) and liabilities and their related expenses (such as accounts payable and expenses for goods and services received but not yet paid, and accrued expenses and liabilities) *are not recorded* in these financial statements. Therefore, when reviewing the financial information and discussion within this annual report, the reader should keep in mind the limitations resulting from the use of the modified cash basis of accounting.

Government-wide Statement of Net Position and the Statement of Activities

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 the 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 of the County's assets resulting from the use of the modified cash basis of accounting.

The statements report the County's net position and changes in them. Over time, increases and decreases in the County's net position are one indicator of whether its financial health is improving or deteriorating. However, the reader will need to consider other non-financial factors, such as changes in the County tax base and the condition of the County's facilities, to assess the overall health of the County.

The Statement of Activities is presented by its governmental functions, which includes general government, judicial, public safety, public works, highways and roads, and debt service. The Statement of Activities shows the net cost of these functions before considering the general receipts of the County.

CHRISTIAN COUNTY, MISSOURI
MANAGEMENT’S DISCUSSION AND ANALYSIS
DECEMBER 31, 2014

Fund Financial Statements

The fund financial statements provide detailed information about the County’s funds. These funds are required to be established by State law and by bond covenants. The fund financial statements help the reader to determine whether there are more or fewer financial resources that can be spent in the near future for County programs.

- Governmental Funds – Most of 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. 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.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Net Position – Modified Cash Basis

		December 31,	
		2014	2013
ASSETS			
Cash and investments - unrestricted		\$ 5,369,543	\$ 4,597,753
Cash and investments - restricted		4,358,168	4,434,848
	TOTAL ASSETS	<u>\$ 9,727,711</u>	<u>\$ 9,032,601</u>
NET POSITION			
Unrestricted		\$ 5,369,543	\$ 4,597,753
Restricted		4,358,168	4,434,848
	TOTAL NET POSITION	<u>\$ 9,727,711</u>	<u>\$ 9,032,601</u>

CHRISTIAN COUNTY, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2014

Changes in Net Position – Modified Cash Basis

	<u>Year Ended December 31,</u>	
	<u>2014</u>	<u>2013</u>
RECEIPTS		
<u>Program Receipts</u>		
Charges for services	\$ 4,194,139	\$ 4,572,147
Operating grants and contributions	262,651	384,251
Capital grants and contributions	216,778	116,697
<u>General Receipts</u>		
Ad valorem taxes	114	114
Sales taxes	10,446,710	9,732,952
Motor vehicle sales tax	1,429,734	1,352,020
Franchise fees	51,897	50,841
Other taxes	209,409	143,562
Interest	43,160	95,681
Other receipts	92,625	120,784
<u>Special Items</u>		
Sale of assets	4,548	-
Bond proceeds	863,200	-
TOTAL RECEIPTS	<u>17,814,965</u>	<u>16,569,049</u>
DISBURSEMENTS		
General government	4,045,764	4,056,966
Judicial	1,353,782	1,372,711
Public safety	4,803,316	4,907,324
Public works	783,826	85,850
Highway and roads	5,088,213	4,112,523
Debt service	1,044,954	995,106
TOTAL DISBURSEMENTS	<u>17,119,855</u>	<u>15,530,480</u>
INCREASE IN NET POSITION	<u>\$ 695,110</u>	<u>\$ 1,038,569</u>

Overall receipts of the County increased by \$1,245,916 compared to the prior year. Tax revenues were up \$858,376, which represents a 7.6% increase from the prior year. Program Receipts decreased \$399,527 (7.9%) over the prior year. Overall disbursements of the County increased \$1,589,375.

CHRISTIAN COUNTY, MISSOURI
MANAGEMENT’S DISCUSSION AND ANALYSIS
DECEMBER 31, 2014

FINANCIAL ANALYSIS OF THE COUNTY’S FUNDS

Certain funds experienced noteworthy changes from the prior year and are highlighted as follows:

- The General Fund balance increased by \$808,457 for the year ended December 31, 2014.
- The Common Road I Fund balance increased by \$31,796 and the Common Road II Fund increased by \$7,593 for the year ended December 31, 2014.
- The Bridge Fund balance decreased by \$365,437, Law Enforcement Fund balance decreased by \$141,694, the Assessment Fund balance increased by \$117,233, and the Debt Service Fund balance decreased by \$120,652 for the year ended December 31, 2014.

FINANCIAL ANALYSIS BUDGET VERSUS ACTUAL RESULTS – GENERAL FUND

	Budget		Actual
	Original	Final	
RECEIPTS			
Taxes	\$ 3,327,100	\$ 3,327,100	\$ 3,706,567
Commissions	1,000,000	1,000,000	960,227
Intergovernmental revenues	366,775	366,775	296,182
Fees and charges	676,900	676,900	525,868
Other	83,000	83,000	90,738
TOTAL RECEIPTS	\$ 5,453,775	\$ 5,453,775	\$ 5,579,582
DISBURSEMENTS			
General government	\$ 4,176,995	\$ 4,176,995	\$ 2,851,198
Judicial	1,337,327	1,337,327	1,244,110
Public safety	141,602	141,602	144,584
Public works	89,355	89,355	87,225
Contingencies	150,000	150,000	-
TOTAL DISBURSEMENTS	\$ 5,895,279	\$ 5,895,279	\$ 4,327,117

Actual tax receipts were \$379,000 higher than budgeted. This is in part due to budgeting receipts conservatively and to a substantial increase in sales tax revenue over the prior year.

With the exception of Planning and Development fees, almost all fee receipts were below what had been budgeted and less than what was collected in 2013. The bulk of this decrease came from fees collected by the Recorder of Deeds, down over \$71,000 from prior year actual and from Civil Process fees collected by the Sheriff’s office, which decreased by more than \$32,000.

CHRISTIAN COUNTY, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2014

Disbursements are budgeted higher to allow for unexpected needs.

The greatest variances between Budgeted and the lower Actual disbursements for General Government were in the categories of Capital Assets, Building Repair & Maintenance, and Studies for County Improvement, areas most likely to have large unexpected expenditure demands. No disbursements were necessary in 2014 for Contingencies.

Each of the major funds receiving Sales Tax revenue benefited from greater than anticipated receipts. The County Law Enforcement fund received more than \$400,000 less in Prisoner Board and INS fees than anticipated. Bridge fund disbursements were higher than originally budgeted due to unexpected major repairs required for one of the County bridges. Assessment fund disbursements for salaries and benefits were \$89,000 less than budgeted, which allowed the County to avoid transferring in a budgeted \$91,000.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Christian County continues to grow as the economy improves and as a manifestation of its reputation as an excellent place to live. In 2015 to the date of this report, new construction had doubled in value in the County as compared to the same time period in 2014. Assessed valuation in 2015 is expected to increase to just under \$1.1 billion. This growth brings greater demands for services from County Government while the County continues to receive the bulk of its revenue from sales taxes, which are subject to both economic fluctuations and the effects of shopping opportunities immediately outside the County. The property tax levy for Christian County remains at 0% and has been at this level since the mid-nineties. As of June 2015, Sales Tax revenues are up compared to the same time period in 2014.

As of January 1, 2015, Christian County moved from a Class 2 to a Class 1 Missouri County. This change has resulted in greater required expenses for the County including the requirement to hire a road engineer, and higher salaries for elected officials.

In May 2015, the County made the last payment on the Leasehold Revenue Bonds in the amount of \$1,080,975.

In 2015, the County has undertaken planning efforts to accommodate an anticipated increased demand for building space by the Judiciary, including for a new Circuit Judge and a new Associate Judge within the next few years. The State legislature passed legislation in May 2015 splitting the 38th Circuit, postponing the immediate need in regard to a new Circuit Judge, but building capacity issues will remain and solutions are being sought to continue to provide needed services by all County offices to the expanding community in a cost efficient manner.

In 2015, the County did not budget for employee pay raises but instead opted to absorb a substantial increase in health insurances costs. Rising health insurance prices and the need to provide competitive wages in an economy starting to offer more employment opportunities will be a challenge to the County.

CHRISTIAN COUNTY, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2014

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

Lacey Hart
County Auditor
100 W. Church Street, Room 209
Ozark, MO 65721
(417) 581-9947

CHRISTIAN COUNTY, MISSOURI
 STATEMENT OF NET POSITION – MODIFIED CASH BASIS
 December 31, 2014

	<u>Governmental Activities</u>
ASSETS	
Cash - unrestricted	\$ 5,369,543
Cash - restricted	<u>4,358,168</u>
TOTAL ASSETS	<u><u>\$ 9,727,711</u></u>
NET POSITION	
Unrestricted	\$ 5,369,543
Restricted	<u>4,358,168</u>
TOTAL NET POSITION	<u><u>\$ 9,727,711</u></u>

See accompanying notes.

CHRISTIAN COUNTY, MISSOURI
STATEMENT OF ACTIVITIES – MODIFIED CASH BASIS
Year Ended December 31, 2014

Functions/Programs	Disbursements	Program Receipts			Net (Disbursements), Receipts and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
Governmental Activities					
General government	\$ (4,045,764)	\$ 2,668,415	\$ 29,967	\$ -	\$ (1,347,382)
Judicial	(1,353,782)	200,718	38,893	-	(1,114,171)
Public safety	(4,803,316)	1,325,006	162,082	-	(3,316,228)
Public works	(783,826)	-	-	-	(783,826)
Highways and roads	(5,088,213)	-	31,709	216,778	(4,839,726)
Debt Service	(1,044,954)	-	-	-	(1,044,954)
TOTAL GOVERNMENTAL ACTIVITIES	\$ (17,119,855)	\$ 4,194,139	\$ 262,651	\$ 216,778	(12,446,287)
		General Receipts:			
		Ad valorem taxes			114
		Sales taxes			10,446,710
		Motor vehicle sales and gas taxes			1,429,734
		Franchise taxes			51,897
		Other taxes			209,409
		Interest			43,160
		Other receipts			92,625
		Total General Receipts			12,273,649
		Special Items:			
		Sale of assets			4,548
		Bond proceeds			863,200
		Total Special Items			867,748
		Increase in Net Position			695,110
		Net Position, Beginning of year			9,032,601
		Net Position, End of year			\$ 9,727,711

See accompanying notes.

CHRISTIAN COUNTY, MISSOURI
BALANCE SHEET – GOVERNMENTAL FUNDS – MODIFIED CASH BASIS
December 31, 2014

	Special Revenue Funds					
	General Fund	Common Road I Fund	Common Road II Fund	Law Enforcement Fund	Bridge Fund	Assessment Fund
ASSETS						
Cash - unrestricted	\$ 4,510,940	\$ -	\$ -	\$ 11,180	\$ -	\$ 704,366
Cash - restricted	-	804,979	549,047	-	476,028	-
TOTAL ASSETS	<u>\$ 4,510,940</u>	<u>\$ 804,979</u>	<u>\$ 549,047</u>	<u>\$ 11,180</u>	<u>\$ 476,028</u>	<u>\$ 704,366</u>
FUND BALANCES						
Fund Balances						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Elections	-	-	-	-	-	-
Roads and bridges	-	804,979	549,047	-	476,028	-
Prosecuting attorney	-	-	-	-	-	-
Recorder's technology	-	-	-	-	-	-
Record retention	-	-	-	-	-	-
Tax maintenance	-	-	-	-	-	-
Assigned to:						
Elections	-	-	-	-	-	-
Building inspection	-	-	-	-	-	-
Law enforcement	-	-	-	11,180	-	-
Sheriff	-	-	-	-	-	-
Assessment	-	-	-	-	-	704,366
Unassigned	4,510,940	-	-	-	-	-
TOTAL FUND BALANCES	<u>\$ 4,510,940</u>	<u>\$ 804,979</u>	<u>\$ 549,047</u>	<u>\$ 11,180</u>	<u>\$ 476,028</u>	<u>\$ 704,366</u>

See accompanying notes.

CHRISTIAN COUNTY, MISSOURI
BALANCE SHEET – GOVERNMENTAL FUNDS – MODIFIED CASH BASIS (continued)
December 31, 2014

	Special Revenue Funds			Nonmajor Special Revenue Funds	Total Governmental Funds
	Road and Bridge Sales Tax Fund	CART Fund	Debt Service Fund		
ASSETS					
Cash - unrestricted	\$ -	\$ -	\$ -	\$ 143,057	\$ 5,369,543
Cash - restricted	538,325	7	1,209,627	780,155	4,358,168
TOTAL ASSETS	\$ 538,325	\$ 7	\$ 1,209,627	\$ 923,212	\$ 9,727,711
FUND BALANCES					
Fund Balances					
Restricted for:					
Debt service	\$ -	\$ -	\$ 1,209,627	\$ -	\$ 1,209,627
Public safety	-	-	-	60,415	60,415
Public works	-	-	-	140,246	140,246
Elections	-	-	-	9,633	9,633
Roads and bridges	538,325	7	-	-	2,368,386
Prosecuting attorney	-	-	-	136,518	136,518
Recorder's technology	-	-	-	115,475	115,475
Record retention	-	-	-	193,952	193,952
Tax maintenance	-	-	-	123,916	123,916
Assigned to:					
Elections	-	-	-	24,031	24,031
Building inspection	-	-	-	115,684	115,684
Law enforcement	-	-	-	-	11,180
Sheriff	-	-	-	3,342	3,342
Assessment	-	-	-	-	704,366
Unassigned	-	-	-	-	4,510,940
TOTAL FUND BALANCES	\$ 538,325	\$ 7	\$ 1,209,627	\$ 923,212	\$ 9,727,711

See accompanying notes.

CHRISTIAN COUNTY, MISSOURI
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE – GOVERNMENTAL FUNDS – MODIFIED CASH BASIS
Year Ended December 31, 2014

	Special Revenue Funds					
	General Fund	Common Road I Fund	Common Road II Fund	Law Enforcement Fund	Bridge Fund	Assessment Fund
RECEIPTS						
Taxes	\$ 3,706,567	\$ 1,715,997	\$ 1,465,504	\$ 1,741,120	\$ 214,471	\$ -
Collector's commission	960,227	-	-	-	-	-
Intergovernmental receipts	296,182	31,709	-	75,137	-	128,373
Fees and charges	525,868	-	-	1,156,144	-	622,983
Other	90,738	17,424	16,848	173	2,944	5,927
TOTAL RECEIPTS	5,579,582	1,765,130	1,482,352	2,972,574	217,415	757,283
DISBURSEMENTS						
Current						
General government	2,851,198	-	-	-	-	640,050
Judicial	1,244,110	-	-	-	-	-
Public safety	144,584	-	-	4,435,018	-	-
Public works	87,225	-	-	-	-	-
Highway and roads	-	1,733,334	1,601,290	-	582,852	-
Debt service	-	-	-	-	-	-
TOTAL DISBURSEMENTS	4,327,117	1,733,334	1,601,290	4,435,018	582,852	640,050
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	1,252,465	31,796	(118,938)	(1,462,444)	(365,437)	117,233
OTHER FINANCING SOURCES (USES)						
Bond proceeds	-	-	-	-	-	-
Operating transfers in (out)	(444,008)	-	126,531	1,320,750	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(444,008)	-	126,531	1,320,750	-	-
EXCESS (DEFICIT) OF RECEIPTS AND OTHER SOURCES OVER DISBURSEMENTS AND OTHER (USES)	808,457	31,796	7,593	(141,694)	(365,437)	117,233
FUND BALANCE, January 1	3,702,483	773,183	541,454	152,874	841,465	587,133
FUND BALANCE, December 31	<u>\$ 4,510,940</u>	<u>\$ 804,979</u>	<u>\$ 549,047</u>	<u>\$ 11,180</u>	<u>\$ 476,028</u>	<u>\$ 704,366</u>

See accompanying notes.

CHRISTIAN COUNTY, MISSOURI
 STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE – GOVERNMENTAL FUNDS – MODIFIED CASH BASIS
 (continued)
 Year Ended December 31, 2014

	Road and Bridge Sales Tax Fund	CART Fund	Debt Service Fund	Nonmajor Special Revenue Funds	Total Governmental Funds
RECEIPTS					
Taxes	\$ 1,132,687	\$ 390,837	\$ 1,741,122	\$ 29,559	\$ 12,137,864
Collector's commission	-	-	-	-	960,227
Intergovernmental receipts	-	-	-	261,167	792,568
Fees and charges	-	-	-	564,205	2,869,200
Other	570	75	3,930	53,277	191,906
TOTAL RECEIPTS	<u>1,133,257</u>	<u>390,912</u>	<u>1,745,052</u>	<u>908,208</u>	<u>16,951,765</u>
DISBURSEMENTS					
Current					
General government	-	-	-	554,516	4,045,764
Judicial	-	-	-	109,672	1,353,782
Public safety	-	-	-	223,714	4,803,316
Public works	-	-	-	696,601	783,826
Highway and roads	779,828	390,909	-	-	5,088,213
Debt service	-	-	1,044,954	-	1,044,954
TOTAL DISBURSEMENTS	<u>779,828</u>	<u>390,909</u>	<u>1,044,954</u>	<u>1,584,503</u>	<u>17,119,855</u>
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	353,429	3	700,098	(676,295)	(168,090)
OTHER FINANCING SOURCES (USES)					
Bond proceeds	-	-	-	863,200	863,200
Operating transfers in (out)	(126,531)	-	(820,750)	(55,992)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(126,531)</u>	<u>-</u>	<u>(820,750)</u>	<u>807,208</u>	<u>863,200</u>
EXCESS (DEFICIT) OF RECEIPTS AND OTHER SOURCES OVER DISBURSEMENTS AND OTHER (USES)	226,898	3	(120,652)	130,913	695,110
FUND BALANCE, January 1	<u>311,427</u>	<u>4</u>	<u>1,330,279</u>	<u>792,299</u>	<u>9,032,601</u>
FUND BALANCE, December 31	<u>\$ 538,325</u>	<u>\$ 7</u>	<u>\$ 1,209,627</u>	<u>\$ 923,212</u>	<u>\$ 9,727,711</u>

See accompanying notes.

CHRISTIAN COUNTY, MISSOURI
 STATEMENT OF ASSETS AND LIABILITIES – AGENCY FUNDS – MODIFIED CASH BASIS
 December 31, 2014

	Drug Court Fund	Circuit Clerk Fund	Jail Commissary Fund	Juvenile Court Fund	Unclaimed Fund	Tax Sale Surplus Fund	Sheriff Fund	Sheriff's Seized Property Fund	Watershed Fund
ASSETS									
Cash and cash equivalents	\$ 29,006	\$ 244,098	\$ 57,147	\$ -	\$ 29	\$ 43,909	\$ 34,532	\$ 13,266	\$ 11,231
Investments	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 29,006</u>	<u>\$ 244,098</u>	<u>\$ 57,147</u>	<u>\$ -</u>	<u>\$ 29</u>	<u>\$ 43,909</u>	<u>\$ 34,532</u>	<u>\$ 13,266</u>	<u>\$ 11,231</u>
LIABILITIES									
Due to others	\$ -	\$ -	\$ 57,147	\$ -	\$ 29	\$ -	\$ -	\$ 13,266	\$ 11,231
Due to other governments	29,006	244,098	-	-	-	43,909	34,532	-	-
TOTAL LIABILITIES	<u>\$ 29,006</u>	<u>\$ 244,098</u>	<u>\$ 57,147</u>	<u>\$ -</u>	<u>\$ 29</u>	<u>\$ 43,909</u>	<u>\$ 34,532</u>	<u>\$ 13,266</u>	<u>\$ 11,231</u>

See accompanying notes.

CHRISTIAN COUNTY, MISSOURI
 STATEMENT OF ASSETS AND LIABILITIES – AGENCY FUNDS – MODIFIED CASH BASIS (continued)
 December 31, 2014

	Collector's Fund	Collector's Surtax Fund	Protested Tax Fund	Fines and Forfeitures Fund	Recorder's Fund	County Employee Retirement Fund	Planning & Zoning Fee Fund	Total
ASSETS								
Cash and cash equivalents	\$47,440,564	\$ 90,778	\$ 335	\$ 36,591	\$ 60,669	\$ 2	\$ -	\$ 48,062,157
Investments	-	-	-	-	-	-	92,459	92,459
TOTAL ASSETS	<u>\$47,440,564</u>	<u>\$ 90,778</u>	<u>\$ 335</u>	<u>\$ 36,591</u>	<u>\$ 60,669</u>	<u>\$ 2</u>	<u>\$ 92,459</u>	<u>\$ 48,154,616</u>
LIABILITIES								
Due to others	\$ 157,889	\$ -	\$ 335	\$ -	\$ -	\$ 2	\$ 92,459	\$ 332,358
Due to other governments	47,282,675	90,778	-	36,591	60,669	-	-	47,822,258
TOTAL LIABILITIES	<u>\$47,440,564</u>	<u>\$ 90,778</u>	<u>\$ 335</u>	<u>\$ 36,591</u>	<u>\$ 60,669</u>	<u>\$ 2</u>	<u>\$ 92,459</u>	<u>\$ 48,154,616</u>

See accompanying notes.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Christian County, Missouri (the County) is a county of the 1st class and operates under a three-member County Commission.

The accounting methods and procedures adopted by Christian County, Missouri, conform to the modified cash basis of accounting 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.

The County is a primary government, which is governed by a three member 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 Component unit discussed below is included in the County's reporting entity because of the significance of its operational or financial relationship with the County.

Public Building Corporation

The Christian County Public Building Corporation is a not-for-profit corporation organized for the purpose of benefiting and carrying out the purpose of providing funds to acquire, purchase, construct and install certain projects, and to lease or sell such projects to others. The Christian County Public Building Corporation is governed by a six-member board appointed by the County. Although the County is not legally responsible for the debt of the Christian County Public Building Corporation, the corporation's sole source of revenue is from lease payments from the County. In accordance with accounting principles generally accepted in the United States of America, the financial statements of the Public Building Corporation have been blended with the County's financial statements.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide statements display information about the primary government. Interfund activity has been eliminated from these statements to minimize the duplication of internal activities. Governmental activities are supported by taxes and intergovernmental receipts.

In the government-wide Statement of Net Position, the governmental activities are consolidated and presented on the modified cash basis of accounting.

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

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. All remaining funds are aggregated and reported as nonmajor funds in their respective categories.

The County reports the following major governmental funds:

General Fund: The General 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.

Common Road I Fund: The Common Road I Fund of the County is used to account for resources designated for highway and road expenditures.

Common Road II Fund: The Common Road II Fund is used to account for resources designated for highway and road improvements.

Law Enforcement Fund: The Law Enforcement Fund is used to account for resources designated for law enforcement activities.

Bridge Fund: The Bridge Fund is used to account for grant monies and other resources restricted or designated for bridge improvements.

Assessment Fund: The Assessment Fund is used to account for resources designated for County assessment activities.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Road and Bridge Sales Tax Fund: The Road and Bridge Sales Tax Fund is used to account for sales tax revenues restricted for road and bridge improvements.

CART Fund: the CART Fund is used to account for motor vehicle and gas sales tax restricted for road and bridge improvements.

The County also reports the following fund types:

The Debt Service Fund accounts for resources restricted for the retirement of principal and payment of interest on the County's leasehold revenue bonds.

Agency funds account for miscellaneous assets held by the County for other funds, governmental units, and individuals. The agency funds are custodial in nature and do not involve measurement of results of operations.

Basis of Accounting

The government-wide Statement of Net Position and Statement of Activities, as well as the fund financial statements for the County, are presented using the modified cash basis of accounting. This basis recognizes assets, net position/fund equity, revenues, and expenditures/expenses when they result from cash transactions. The cash basis has been modified to include investments of the County. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) *are not recorded* in these financial statements. Also, as a result of the modified cash basis, capital assets and long-term debt of the County are not included in these financial statements.

If the County utilized the basis of accounting recognized as generally accepted, the fund financial statements for the governmental fund would use the modified accrual basis of accounting. All government-wide financial statements would be presented on the accrual basis of accounting.

Cash and Investments

The County pools cash and investment resources of various funds in the County Treasurer's office in order to facilitate the management of cash and investments. 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. Investments of the County are carried at cost and consist of Certificates of Deposit.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Compensated Absences

The County has a countywide policy on vacation and sick leave for all employees. Leave is taken at the discretion of each officeholder. The accumulated liability for compensated absences as of December 31, 2014, was \$213,139.

Fund Balance Classification

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

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

Restricted fund balance – This classification reflects the constraints imposed on resources either a) externally by creditors, grantors, contributors, or laws or 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 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 also 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.

CHRISTIAN COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2014

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Net Position

In the government-wide financial statements, equity is displayed, when applicable, in two components as follows:

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

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

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

NOTE B – CASH AND INVESTMENTS

The County maintains a cash and investment pool that is available for use by all funds. Each fund’s portion of this pool is displayed on the statement of net position as “Cash and investments”. In addition, investments are separately held by several of the County’s funds. The County investments are stated at historical cost. State statutes require that County deposits be fully collateralized in the name of the County. As of December 31, 2014, all bank balances on deposit are entirely insured or collateralized with securities.

The County’s investments at December 31, 2014, are as follows:

<u>Investment Type</u>	<u>Maturity</u>	<u>Amount</u>
Agency Funds		
Certificates of Deposit	1/20/2015	\$ 26,600
Certificates of Deposit	1/13/2015	24,109
Certificates of Deposit	1/11/2015	14,172
Certificates of Deposit	1/13/2015	12,253
Certificates of Deposit	1/29/2015	15,325
		<u>\$ 92,459</u>

CHRISTIAN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2014

NOTE B – CASH AND INVESTMENTS (continued)

Certificates of Deposit

Certificates of Deposit 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, 2014, all Certificates of Deposit are entirely insured or collateralized with securities.

The County does not have a policy on interest rate risk.

NOTE C – CLAIMS, JUDGMENTS 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. Disbursements financed by grants are subject to audit by the appropriate grantor government. If disbursements are disallowed due to noncompliance with grant program regulations, the County may be required to reimburse the grantor government. As of December 31, 2014, significant amounts of grant disbursements have not been audited by grantor governments, but the County believes that disallowed disbursements, 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.

Legal Matters

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

NOTE D – PENSION PLAN - CERF

State of Missouri County Employees' Retirement Fund

Plan Description

Christian 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 401(a) 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 Plan Administrator, 2121 Schotthill Woods Drive, Jefferson City, MO 65101.

Funding Policy

Christian 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. Christian County's full-time employees hired on or 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 E – PENSION PLAN – LAGERS

Plan Description

Christian County also 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.

CHRISTIAN COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2014

NOTE E – PENSION PLAN – LAGERS (continued)

LAGERS was created and is governed by 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 401(a) 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

Full-time employees of Christian County do not contribute to the pension plan. The June 30th statutorily required contribution rates are 14.4% (General) and 10.8% (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	\$ 711,285
Interest on net pension obligation	-
Adjustment to annual required contribution	-
Annual pension cost	<u>711,285</u>
Actual contributions	<u>713,419</u>
Increase (decrease) in NPO	(2,134)
NPO beginning of year	-
NPO end of year	<u><u>\$ (2,134)</u></u>

CHRISTIAN COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2014

NOTE E – PENSION PLAN – LAGERS (continued)

The annual required contribution (ARC) was determined as part of the February 28, 2011, and February 29, 2012, annual actuarial valuations using the entry age actuarial cost method. The actuarial assumptions as of February 28, 2013, 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 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 a closed basis. The amortization period as of February 29, 2012, was 15 years for the General division and 12 years for the Police division. The amortization period as of February 28, 2013, 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
2012	\$ 716,055	100.0%	\$ -
2013	719,281	100.0%	-
2014	711,285	100.3%	(2,134)

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

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Entry Age Actuarial Accrued Liability	(b-a) Unfunded Accrued Liability (UAL)	(a/b) Funded Ratio	(c) Annual Covered Payroll	[(b-a)/c] UAL as a Percentage of Covered Payroll
2/28/2014	\$ 8,286,563	\$ 8,979,199	\$ 692,636	92%	\$ 5,241,084	13%

The required Schedule of Funding Progress immediately following the notes to the financial statements presents multi-year trend information about whether the actuarial value of Plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

CHRISTIAN COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2014

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

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1, and are payable by December 31.

The 2014 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	\$ 854,215,240
Personal property	184,946,122
Railroad and utilities	<u>32,546,919</u>
	<u>\$ 1,071,708,281</u>
TAX LEVY	
County	<u>\$ -</u>

The legal debt margin at December 31, 2014, is computed as follows:

Constitutional debt limit	\$ 107,170,828
General obligation bonds payable	<u>-</u>
	<u>\$ 107,170,828</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.

CHRISTIAN COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2014

NOTE G – LONG-TERM DEBT

Changes in Long-Term Debt

The following table is a summary of the changes in the long-term debt for the year ended December 31, 2014:

	Balance December 31, 2013	New Obligations	Retired	Balance December 31, 2014
Leasehold Revenue Bonds	\$ 2,065,000	\$ -	\$ 1,000,000	\$ 1,065,000
MTFC Direct Loan	100,000	1,557,044	190,413	1,466,631
Special Assessment Bonds - Riverdowns	-	670,000	-	670,000
Leases Payable	180,925	-	151,763	29,162
Compensated Absences	168,346	44,793	-	213,139
	<u>\$ 2,514,271</u>	<u>\$ 2,271,837</u>	<u>\$ 1,342,176</u>	<u>\$ 3,443,932</u>

Leasehold Revenue Bonds

In 2010, the Christian County Public Building Corporation issued \$4,680,000 in leasehold revenue refunding bonds, bearing interest at 2.0% to 3.0%. Interest payments are due semi-annually on June 1 and December 1 of each year with bonds maturing annually on June 1, with final payoff on June 1, 2015. The bonds are subject to redemption prior to maturity under the terms outlined in the bond ordinance. The annual principal and interest requirements for the leasehold revenue bonds are as follows:

Year Ended December 31,	Principal	Interest	Total
2015	<u>\$ 1,065,000</u>	<u>\$ 15,975</u>	<u>\$ 1,080,975</u>

MFTC Direct Loan

On August 30, 2011, the County entered into a direct loan agreement with the Missouri Transportation Finance Corporation in the amount of \$1,657,044 at an interest rate of 3.64% to fund the County's portion of the project to construct a diverging diamond at Route 65 and Route CC. \$100,000 of the loan was disbursed on August 1, 2013, and the second disbursement of \$1,557,044 was made on August 1, 2014.

CHRISTIAN COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2014

NOTE G – LONG-TERM DEBT (continued)

Principal and interest payments are due as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 140,668	\$ 53,385	\$ 194,053
2016	145,656	48,397	194,053
2017	151,090	42,963	194,053
2018	156,589	37,464	194,053
2019	162,289	31,764	194,053
2020	168,126	25,927	194,053
2021	174,316	19,737	194,053
2022	180,662	13,392	194,054
2023	187,235	6,815	194,050
	<u>\$ 1,466,631</u>	<u>\$ 279,844</u>	<u>\$ 1,746,475</u>

Lease Payable

During the prior year, the County entered into a cancelable lease purchase agreement to finance the purchase of five Sheriff cars for the County in the amount of \$57,682. The lease requires annual payments of \$29,818 at a 2.2% rate.

Although the agreement provides for cancellation of the lease if the County should fail to appropriate funds at the annual renewal date, the County does not foresee exercising its option to cancel.

The following is a schedule of the future minimum lease payments under the leases (assuming noncancellation):

<u>Year Ended December 31,</u>		
2015		<u>\$ 29,818</u>
	TOTAL MINIMUM LEASE PAYMENTS	29,818
	LESS AMOUNT REPRESENTING INTEREST	<u>656</u>
	NET LEASE PAYMENTS	<u>\$ 29,162</u>

CHRISTIAN COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2014

NOTE G – LONG-TERM DEBT (continued)

Special Assessment Bonds

During the year ended December 31, 2014, the County issued Neighborhood Improvement bonds in the amount of \$670,000 to finance construction of sewer improvements in the River Downs West Project District. The bonds are to be repaid through the annual assessment tax on the residents of the District. Interest and principal payments are due March 1 of each year. The bonds bear interest at 3.75%.

\$670,000 in special assessment bonds for River Downs West District improvements, principal payable annually along with interest at 3.75%. \$ 670,000

Principal and interest payments are due as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ -	\$ -	\$ -
2016	18,153	30,429	48,582
2017	24,138	24,444	48,582
2018	25,044	23,539	48,583
2019	25,983	22,600	48,583
2020	26,957	21,626	48,583
2021	27,968	20,615	48,583
2022	29,017	19,566	48,583
2023	30,105	18,478	48,583
2024	31,234	17,349	48,583
2025	32,405	16,177	48,582
2026	33,620	14,962	48,582
2027	34,881	13,701	48,582
2028	36,188	12,394	48,582
2029	37,546	11,036	48,582
2030	38,954	9,629	48,583
2031	40,414	8,168	48,582
2032	41,930	6,652	48,582
2033	43,502	5,080	48,582
2034	45,134	3,449	48,583
2035	46,827	1,756	48,583
	<u><u>\$ 670,000</u></u>	<u><u>\$ 301,650</u></u>	<u><u>\$ 971,650</u></u>

CHRISTIAN COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2014

NOTE G – LONG-TERM DEBT (continued)

Compensated Absences Payable

Compensated absences payable consists of unused vacation time and accumulated comp time for employees and totaled \$213,139 as of December 31, 2014.

NOTE H – SHORT-TERM DEBT

During the year ended December 31, 2014, the County issued 2014 temporary notes in the amount of \$195,000 to finance construction of street improvements in the Stone Hollow Street District. The notes are to be repaid through the annual assessment tax on the residents of the District. Interest and principal are due on January 15, 2015. The notes bear interest at 0.90%.

\$195,000 in temporary notes for Stone Hollow Street District improvements, with interest at .90%.

\$ 195,000

Changes in Short-Term Debt

	Balance December 31, 2013	New Obligations	Retired	Balance December 31, 2014
Temporary Notes	<u><u>\$ -</u></u>	<u><u>\$ 195,000</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 195,000</u></u>

NOTE I – RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has transferred its risk by obtaining coverage from commercial insurance companies. In addition, it has effectively managed risk through various employee education and prevention programs. There has been no significant reduction in insurance coverage from the previous year.

CHRISTIAN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2014

NOTE J – INTERFUND TRANSFERS

Interfund transfers for the year ended December 31, 2014, consisted of the following:

	<u>Transfers In (Out)</u>
General Fund	\$ (444,008)
Common Road II Fund	126,531
Law Enforcement Fund	1,320,750
Road and Bridge Sales Tax Fund	(126,531)
Debt Service Fund	(820,750)
Nonmajor Governmental Funds	<u>(55,992)</u>
	<u><u>\$ -</u></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.

SUPPLEMENTARY INFORMATION

CHRISTIAN COUNTY, MISSOURI
 SCHEDULE OF FUNDING PROGRESS
 Year Ended December 31, 2014

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
2/28/2012	\$ 6,461,179	\$ 8,191,568	\$ 1,730,389	79%	\$ 5,074,518	34%
2/29/2013	7,291,812	8,701,825	1,410,013	84%	5,198,565	27%
2/28/2014	8,286,563	8,979,199	692,636	92%	5,241,084	13%

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.

CHRISTIAN COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – GENERAL FUND – MODIFIED CASH BASIS
 Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget
RECEIPTS				
Taxes				
County general sales tax	\$ 3,140,100	\$ 3,140,100	\$ 3,482,234	\$ 342,134
Franchise taxes	51,000	51,000	51,897	897
Payment in lieu of taxes	60,000	60,000	89,896	29,896
Other taxes	76,000	76,000	82,540	6,540
	<u>3,327,100</u>	<u>3,327,100</u>	<u>3,706,567</u>	<u>379,467</u>
Collector's Commission				
Collection commissions	1,000,000	1,000,000	960,227	(39,773)
Intergovernmental				
Federal	366,775	366,775	296,182	(70,593)
Fees and Charges				
Court	90,100	90,100	85,801	(4,299)
Public administration	22,500	22,500	16,111	(6,389)
County clerk	6,000	6,000	6,022	22
Recorder of deeds	400,000	400,000	326,083	(73,917)
Health department	16,000	16,000	15,000	(1,000)
Sheriff fees	54,000	54,000	21,132	(32,868)
Election reimbursement	13,500	13,500	3,403	(10,097)
Planning and zoning	12,000	12,000	29,860	17,860
Other	62,800	62,800	22,456	(40,344)
	<u>676,900</u>	<u>676,900</u>	<u>525,868</u>	<u>(151,032)</u>
Other				
Interest	30,000	30,000	22,463	(7,537)
Miscellaneous	53,000	53,000	68,275	15,275
	<u>83,000</u>	<u>83,000</u>	<u>90,738</u>	<u>7,738</u>
TOTAL RECEIPTS	<u>5,453,775</u>	<u>5,453,775</u>	<u>5,579,582</u>	<u>125,807</u>

CHRISTIAN COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – GENERAL FUND – MODIFIED CASH BASIS
 (continued)
 Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget
DISBURSEMENTS				
Current				
General Government				
University extension	55,669	55,669	55,717	(48)
Collector of revenue	230,237	230,237	197,811	32,426
Treasurer	94,976	94,976	91,172	3,804
Recorder of deeds	185,328	185,328	184,036	1,292
County commission	497,959	497,959	338,651	159,308
Planning and zoning	274,255	274,255	256,680	17,575
County operations	1,797,500	1,797,500	825,511	971,989
Public administrator	107,557	107,557	104,157	3,400
Election and voter registration	131,710	131,710	93,813	37,897
County clerk	179,320	179,320	164,587	14,733
Auditor	65,411	65,411	64,851	560
Building and grounds	557,073	557,073	474,212	82,861
	<u>4,176,995</u>	<u>4,176,995</u>	<u>2,851,198</u>	<u>1,325,797</u>
Judicial				
Consolidated courts	104,560	104,560	92,432	12,128
Circuit court	54,853	54,853	39,281	15,572
Coroner	81,511	81,511	52,796	28,715
Juvenile	292,377	292,377	270,880	21,497
Prosecuting attorney	804,026	804,026	788,721	15,305
	<u>1,337,327</u>	<u>1,337,327</u>	<u>1,244,110</u>	<u>93,217</u>
Public Safety				
Emergency management	141,602	141,602	144,584	(2,982)
Public Works				
Recycling	89,355	89,355	87,225	2,130
Contingencies				
	<u>150,000</u>	<u>150,000</u>	<u>-</u>	<u>150,000</u>
TOTAL DISBURSEMENTS	<u>5,895,279</u>	<u>5,895,279</u>	<u>4,327,117</u>	<u>1,568,162</u>

CHRISTIAN COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – GENERAL FUND – MODIFIED CASH BASIS
 (continued)
 Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	(441,504)	(441,504)	1,252,465	1,693,969
OTHER FINANCING (USES)				
Operating transfers (out)	(591,000)	(591,000)	(444,008)	146,992
TOTAL OTHER FINANCING (USES)	(591,000)	(591,000)	(444,008)	146,992
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS AND OTHER (USES)	(1,032,504)	(1,032,504)	808,457	1,840,961
FUND BALANCE, January 1	3,702,483	3,702,483	3,702,483	-
FUND BALANCE, December 31	<u>\$ 2,669,979</u>	<u>\$ 2,669,979</u>	<u>\$ 4,510,940</u>	<u>\$ 1,840,961</u>

CHRISTIAN COUNTY, MISSOURI

BUDGETARY COMPARISON SCHEDULE – COMMON ROAD I FUND – MODIFIED CASH BASIS

Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget
RECEIPTS				
Taxes				
Property taxes	\$ 25	\$ 25	\$ 27	\$ 2
Surtax	400	400	451	51
Sales tax	1,185,303	1,185,303	1,291,296	105,993
CART	383,969	383,969	424,223	40,254
	<u>1,569,697</u>	<u>1,569,697</u>	<u>1,715,997</u>	<u>146,300</u>
Intergovernmental				
Federal	40,000	40,000	31,709	(8,291)
Other				
Interest	6,000	6,000	3,644	(2,356)
Miscellaneous	3,000	28,000	13,780	(14,220)
	<u>9,000</u>	<u>34,000</u>	<u>17,424</u>	<u>(16,576)</u>
TOTAL RECEIPTS	<u>1,618,697</u>	<u>1,643,697</u>	<u>1,765,130</u>	<u>121,433</u>
DISBURSEMENTS				
Highway and Roads				
Wages				
Common road wages	390,400	395,400	357,305	38,095
Fringe benefits	178,250	181,600	173,609	7,991
Capital outlay				
Road signs	-	-	6,698	(6,698)
Equipment purchases	200,000	260,000	336,811	(76,811)
Bridge and culvert	5,000	15,000	9,768	5,232
	<u>205,000</u>	<u>275,000</u>	<u>353,277</u>	<u>(78,277)</u>

CHRISTIAN COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – COMMON ROAD I FUND – MODIFIED CASH
 BASIS (continued)
 Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget
Repairs and maintenance				
Equipment repair	110,000	130,000	150,610	(20,610)
Road maintenance and repair	510,000	510,000	467,621	42,379
Tire and tire repair	20,000	30,000	31,295	(1,295)
	<u>640,000</u>	<u>670,000</u>	<u>649,526</u>	<u>20,474</u>
Services				
Snow removal	30,000	60,000	49,945	10,055
Supplies				
Uniform	10,000	15,000	11,600	3,400
Shop	15,000	15,000	9,511	5,489
Phone/pagers	6,000	6,000	4,312	1,688
Mileage	1,200	1,200	95	1,105
Fuel	176,350	150,000	99,163	50,837
	<u>208,550</u>	<u>187,200</u>	<u>124,681</u>	<u>62,519</u>
Insurance	15,000	15,000	15,809	(809)
Rent and utilities	7,000	7,000	9,182	(2,182)
TOTAL DISBURSEMENTS	<u>1,674,200</u>	<u>1,791,200</u>	<u>1,733,334</u>	<u>57,866</u>
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	(55,503)	(147,503)	31,796	179,299
FUND BALANCE, January 1	<u>773,183</u>	<u>773,183</u>	<u>773,183</u>	<u>-</u>
FUND BALANCE, December 31	<u>\$ 717,680</u>	<u>\$ 625,680</u>	<u>\$ 804,979</u>	<u>\$ 179,299</u>

CHRISTIAN COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – COMMON ROAD II FUND – MODIFIED CASH BASIS
 Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget
RECEIPTS				
Taxes				
Property tax	\$ -	\$ -	\$ 87	\$ 87
Surtax	6,500	6,500	6,963	463
Sales tax	954,277	954,277	1,058,251	103,974
CART	362,227	362,227	400,203	37,976
	<u>1,323,004</u>	<u>1,323,004</u>	<u>1,465,504</u>	<u>142,500</u>
Other				
Interest	4,000	4,000	2,738	(1,262)
Sale of assets	-	-	4,548	4,548
Miscellaneous	-	-	9,562	9,562
	<u>4,000</u>	<u>4,000</u>	<u>16,848</u>	<u>12,848</u>
TOTAL RECEIPTS	1,327,004	1,327,004	1,482,352	155,348
DISBURSEMENTS				
Highway and Roads				
Wages				
Common road wages	350,850	350,850	353,043	(2,193)
Fringe benefits	161,425	161,425	168,153	(6,728)
Capital outlay				
Building and land	10,000	20,000	-	20,000
Equipment purchases	400,000	460,000	287,172	172,828
Equipment rental	5,000	5,000	7,500	(2,500)
Small equipment purchases	1,000	1,000	-	1,000
	<u>416,000</u>	<u>486,000</u>	<u>294,672</u>	<u>191,328</u>

CHRISTIAN COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – COMMON ROAD II FUND – MODIFIED CASH
 BASIS (continued)
 Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget
Services				
Tree service	1,000	1,000	5,595	(4,595)
Snow removal	35,000	55,000	61,153	(6,153)
	36,000	56,000	66,748	(10,748)
Repairs and maintenance				
Equipment repair	60,000	80,000	54,643	25,357
Road maintenance and repair	425,000	425,000	457,981	(32,981)
Tire and tire repair	20,000	30,000	26,266	3,734
	505,000	535,000	538,890	(3,890)
Supplies				
Uniform	8,000	8,000	11,075	(3,075)
Shop	30,000	30,000	36,600	(6,600)
Road signs	-	-	15,071	(15,071)
Phone and pagers	7,500	7,500	4,832	2,668
Mileage	3,000	3,000	1,932	1,068
Small Equipment	-	-	2,804	(2,804)
Fuel	75,000	75,000	82,498	(7,498)
	123,500	123,500	154,812	(31,312)
Insurance	15,000	15,000	15,743	(743)
Rent and utilities	9,000	9,000	9,229	(229)
TOTAL DISBURSEMENTS	1,616,775	1,736,775	1,601,290	135,485
(DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	(289,771)	(409,771)	(118,938)	290,833
OTHER FINANCING SOURCES				
Operating transfers in	-	-	126,531	126,531
EXCESS (DEFICIT) OF RECEIPTS AND OTHER SOURCES OVER DISBURSEMENTS	(289,771)	(409,771)	7,593	417,364
FUND BALANCE, January 1	541,454	541,454	541,454	-
FUND BALANCE, December 31	\$ 251,683	\$ 131,683	\$ 549,047	\$ 417,364

CHRISTIAN COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – LAW ENFORCEMENT FUND – MODIFIED CASH BASIS
 Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget
RECEIPTS				
Taxes				
Sales tax	\$ 1,585,000	\$ 1,585,000	\$ 1,741,120	\$ 156,120
Intergovernmental				
Federal	146,000	146,000	75,137	(70,863)
Fees and Charges				
Prisoner board	927,000	927,000	787,936	(139,064)
Prisoners - INS	425,000	425,000	144,946	(280,054)
Other	195,600	195,600	223,262	27,662
	<u>1,547,600</u>	<u>1,547,600</u>	<u>1,156,144</u>	<u>(391,456)</u>
Other				
Interest	200	200	173	(27)
TOTAL RECEIPTS	<u>3,278,800</u>	<u>3,278,800</u>	<u>2,972,574</u>	<u>(306,226)</u>
DISBURSEMENTS				
Current				
Salaries				
Sheriff	58,000	58,000	58,000	-
COLE-other	2,414,000	2,414,000	2,380,855	33,145
	<u>2,472,000</u>	<u>2,472,000</u>	<u>2,438,855</u>	<u>33,145</u>
Employee fringe benefits				
Employer FICA & Medicare	855,000	855,000	827,506	27,494
Repairs and maintenance				
Repairs and maintenance	20,000	20,000	26,956	(6,956)
Vehicle maintenance	-	-	152,049	(152,049)
	<u>20,000</u>	<u>20,000</u>	<u>179,005</u>	<u>(159,005)</u>
Insurance				
Liability	70,000	70,000	46,788	23,212
Vehicle	175,000	175,000	11,427	163,573
	<u>245,000</u>	<u>245,000</u>	<u>58,215</u>	<u>186,785</u>

CHRISTIAN COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – LAW ENFORCEMENT FUND – MODIFIED CASH BASIS
 (continued)
 Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget
Supplies				
Software	20,000	20,000	21,947	(1,947)
Uniforms	20,000	20,000	18,623	1,377
Vehicle fuel	240,000	240,000	179,529	60,471
Inmate - medical	260,000	260,000	259,438	562
Phone and pager	55,000	55,000	51,685	3,315
Office	20,000	20,000	26,836	(6,836)
Prisoner food and board	230,000	230,000	235,702	(5,702)
Other	36,000	36,000	9,595	26,405
	<u>881,000</u>	<u>881,000</u>	<u>803,355</u>	<u>77,645</u>
Capital outlay				
Equipment	10,000	10,000	5,427	4,573
Vehicles	50,000	50,000	86,457	(36,457)
	<u>60,000</u>	<u>60,000</u>	<u>91,884</u>	<u>(31,884)</u>
Other				
Investigative	2,000	2,000	4,455	(2,455)
Homeland security grant	9,000	9,000	13,608	(4,608)
Warrant, guard/transport	24,000	24,000	18,135	5,865
	<u>35,000</u>	<u>35,000</u>	<u>36,198</u>	<u>(1,198)</u>
TOTAL DISBURSEMENTS	<u>4,568,000</u>	<u>4,568,000</u>	<u>4,435,018</u>	<u>132,982</u>
(DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	(1,289,200)	(1,289,200)	(1,462,444)	(173,244)
OTHER FINANCING SOURCES				
Operating transfers in	1,200,000	1,400,000	1,320,750	(79,250)
TOTAL OTHER FINANCING SOURCES	<u>1,200,000</u>	<u>1,400,000</u>	<u>1,320,750</u>	<u>(79,250)</u>
EXCESS (DEFICIT) OF RECEIPTS AND OTHER SOURCES OVER DISBURSEMENTS	(89,200)	110,800	(141,694)	(252,494)
FUND BALANCE, January 1	<u>152,874</u>	<u>152,874</u>	<u>152,874</u>	<u>-</u>
FUND BALANCE, December 31	<u>\$ 63,674</u>	<u>\$ 263,674</u>	<u>\$ 11,180</u>	<u>\$ (252,494)</u>

CHRISTIAN COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – BRIDGE FUND – MODIFIED CASH BASIS
 Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget
RECEIPTS				
Taxes	\$ 194,120	\$ 194,120	\$ 214,471	\$ 20,351
Interest	6,000	6,000	2,944	(3,056)
TOTAL RECEIPTS	200,120	200,120	217,415	17,295
DISBURSEMENTS				
Roads and bridges	512,500	612,500	582,852	29,648
TOTAL DISBURSEMENTS	512,500	612,500	582,852	29,648
(DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	(312,380)	(412,380)	(365,437)	46,943
FUND BALANCE, January 1	841,465	841,465	841,465	-
FUND BALANCE, December 31	\$ 529,085	\$ 429,085	\$ 476,028	\$ 46,943

CHRISTIAN COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – ASSESSMENT FUND – MODIFIED CASH BASIS
 Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget
RECEIPTS				
Intergovernmental				
State of Missouri	\$ 107,019	\$ 107,019	\$ 128,373	\$ 21,354
Fees and Charges				
Collector 1% withholding	640,000	640,000	613,330	(26,670)
Annual Online Fees	7,000	7,000	9,653	2,653
Other				
Interest	5,000	5,000	3,584	(1,416)
Miscellaneous	1,000	1,000	1,008	8
Sale of maps	1,000	1,000	1,335	335
	<u>7,000</u>	<u>7,000</u>	<u>5,927</u>	<u>(1,073)</u>
TOTAL RECEIPTS	761,019	761,019	757,283	(3,736)
DISBURSEMENTS				
Current				
Salaries				
Assessor	47,250	47,250	47,250	-
Assessor-other	373,070	373,070	314,151	58,919
	<u>420,320</u>	<u>420,320</u>	<u>361,401</u>	<u>58,919</u>
Employee fringe benefits				
Employer FICA & Medicare	32,154	32,154	26,114	6,040
Retirement	60,530	60,530	47,834	12,696
Insurance & unemployment	71,236	71,236	59,640	11,596
	<u>163,920</u>	<u>163,920</u>	<u>133,588</u>	<u>30,332</u>
Supplies				
Assessment supplies	10,000	10,000	11,272	(1,272)
Office supplies	29,000	29,000	44,793	(15,793)
	<u>39,000</u>	<u>39,000</u>	<u>56,065</u>	<u>(17,065)</u>

CHRISTIAN COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – ASSESSMENT FUND – MODIFIED CASH BASIS
 (continued)
 Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget
Capital outlay				
Equipment	35,000	35,000	25,462	9,538
Computer hardware	6,000	6,000	10,998	(4,998)
Computer software	5,000	5,000	17,704	(12,704)
	<u>46,000</u>	<u>46,000</u>	54,164	(8,164)
Repairs and maintenance	34,000	34,000	2,914	31,086
Utilities	4,500	4,500	2,459	2,041
Other				
Contracts	20,000	20,000	12,950	7,050
Meetings	6,500	6,500	2,120	4,380
Mileage	16,500	16,500	14,389	2,111
	<u>43,000</u>	<u>43,000</u>	29,459	13,541
TOTAL DISBURSEMENTS	<u>750,740</u>	<u>750,740</u>	640,050	110,690
EXCESS OF RECEIPTS OVER DISBURSEMENTS	10,279	10,279	117,233	106,954
OTHER FINANCING SOURCES				
Operating transfers in	91,000	91,000	-	(91,000)
EXCESS OF RECEIPTS AND OTHER SOURCES OVER DISBURSEMENTS	101,279	101,279	117,233	15,954
FUND BALANCE, January 1	587,133	587,133	587,133	-
FUND BALANCE, December 31	<u>\$ 688,412</u>	<u>\$ 688,412</u>	<u>\$ 704,366</u>	<u>\$ 15,954</u>

CHRISTIAN COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – ROAD SALES TAX FUND – MODIFIED CASH BASIS
 Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget
RECEIPTS				
Taxes	\$ 3,140,100	\$ 3,140,100	\$ 1,132,687	\$ (2,007,413)
Interest	-	-	570	570
TOTAL RECEIPTS	<u>3,140,100</u>	<u>3,140,100</u>	<u>1,133,257</u>	<u>(2,006,843)</u>
DISBURSEMENTS				
Roads and bridges	<u>3,140,100</u>	<u>3,140,100</u>	<u>779,828</u>	<u>2,360,272</u>
TOTAL DISBURSEMENTS	<u>3,140,100</u>	<u>3,140,100</u>	<u>779,828</u>	<u>2,360,272</u>
EXCESS OF RECEIPTS OVER DISBURSEMENTS	-	-	353,429	353,429
OTHER FINANCING (USES)				
Operating transfers (out)	<u>-</u>	<u>-</u>	<u>(126,531)</u>	<u>(126,531)</u>
EXCESS OF RECEIPTS OVER DISBURSEMENTS AND OTHER (USES)	-	-	226,898	226,898
FUND BALANCE, January 1	<u>311,427</u>	<u>311,427</u>	<u>311,427</u>	<u>-</u>
FUND BALANCE, December 31	<u><u>\$ 311,427</u></u>	<u><u>\$ 311,427</u></u>	<u><u>\$ 538,325</u></u>	<u><u>\$ 226,898</u></u>

CHRISTIAN COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – CART FUND – MODIFIED CASH BASIS
 Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget
RECEIPTS				
Taxes	\$ 1,294,130	\$ 1,294,130	\$ 390,837	\$ (903,293)
Interest	-	-	75	75
TOTAL RECEIPTS	<u>1,294,130</u>	<u>1,294,130</u>	<u>390,912</u>	<u>(903,218)</u>
DISBURSEMENTS				
Roads and bridges	<u>1,294,130</u>	<u>1,294,130</u>	<u>390,909</u>	<u>903,221</u>
TOTAL DISBURSEMENTS	<u>1,294,130</u>	<u>1,294,130</u>	<u>390,909</u>	<u>903,221</u>
EXCESS OF RECEIPTS OVER DISBURSEMENTS	-	-	3	3
FUND BALANCE, January 1	<u>4</u>	<u>4</u>	<u>4</u>	<u>-</u>
FUND BALANCE, December 31	<u><u>\$ 4</u></u>	<u><u>\$ 4</u></u>	<u><u>\$ 7</u></u>	<u><u>\$ 3</u></u>

CHRISTIAN COUNTY, MISSOURI
NOTE TO BUDGETARY COMPARISON SCHEDULES
December 31, 2014

Budgets and Budgetary Accounting

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

- 1) In accordance with Chapter 67, RSMo, the County adopts a budget for each fund.
- 2) Prior to January, the County Auditor, who serves as the Budget Officer, submits to the Commission a proposed budget for the fiscal year beginning on the following January 1. The budget includes estimated receipts and proposed disbursements for all County funds. Budgeted disbursements cannot exceed beginning available monies plus estimated receipts for the year.
- 3) A public hearing is conducted to obtain taxpayer comments. Prior to its approval by the Commission, the budget document is available for public inspection.
- 4) In January, the budget is legally enacted by a vote of the Commission.
- 5) Subsequent to its formal approval of the budget, the Commission has the authority to make necessary adjustments to the budget by formal vote of the Commission. Adjustments made during the year are reflected in the budget information included in the financial statements. Budgeted amounts are as originally adopted, or as amended by the Commission. Individual amendments were not material to the original appropriations, which were amended.
- 6) Budgets for County funds are prepared and adopted on the modified cash basis (budget basis), recognizing receipts when collected and disbursements when paid.

OTHER FINANCIAL INFORMATION

CHRISTIAN COUNTY, MISSOURI
 COMBINING STATEMENT OF ASSETS AND FUND BALANCES – NONMAJOR SPECIAL REVENUE FUNDS – MODIFIED CASH BASIS
 December 31, 2014

	HAVA Fund	Building Inspection Fund	Family Violence Fund	Local Emergency Planning Commission Fund	Law Enforcement Training Fund	Prosecuting Attorney Administrative Fee Fund	Federal Forfeiture Fund	Clerk's Election Fund	Prosecuting Attorney Training Fund
ASSETS									
Cash - unrestricted	\$ -	\$ 115,684	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,004	\$ -
Cash - restricted	9,633	-	-	1,449	23,082	33,413	35,884	-	1,254
TOTAL ASSETS	\$ 9,633	\$ 115,684	\$ -	\$ 1,449	\$ 23,082	\$ 33,413	\$ 35,884	\$ 10,004	\$ 1,254
FUND BALANCES									
Restricted for:									
Public safety	\$ -	\$ -	\$ -	\$ 1,449	\$ 23,082	\$ -	\$ 35,884	\$ -	\$ -
Public works	-	-	-	-	-	-	-	-	-
Elections	9,633	-	-	-	-	-	-	-	-
Prosecuting attorney	-	-	-	-	-	33,413	-	-	1,254
Recorder's technology	-	-	-	-	-	-	-	-	-
Record retention	-	-	-	-	-	-	-	-	-
Tax maintenance	-	-	-	-	-	-	-	-	-
Assigned to:									
Elections	-	-	-	-	-	-	-	10,004	-
Building inspection	-	115,684	-	-	-	-	-	-	-
Sheriff	-	-	-	-	-	-	-	-	-
TOTAL FUND BALANCES	\$ 9,633	\$ 115,684	\$ -	\$ 1,449	\$ 23,082	\$ 33,413	\$ 35,884	\$ 10,004	\$ 1,254

CHRISTIAN COUNTY, MISSOURI
 COMBINING STATEMENT OF ASSETS AND FUND BALANCES – NONMAJOR SPECIAL REVENUE FUNDS – MODIFIED CASH BASIS
 (continued)
 December 31, 2014

	Prosecuting Attorney Delinquent Tax Fund	Record Retention Fund	Recorder Technology Fund	Election Service Fund	Sheriff Concealed Carry Fund	Tax Maintenance Fund	Law Library Fund	River Downs NID Fund	Stone Hollow NID Fund	Total
ASSETS										
Cash - unrestricted	\$ -	\$ -	\$ -	\$ 14,027	\$ 3,342	\$ -	\$ -	\$ -	\$ -	\$ 143,057
Cash - restricted	42,560	193,952	115,475	-	-	123,916	59,291	122,703	17,543	780,155
TOTAL ASSETS	\$ 42,560	\$ 193,952	\$ 115,475	\$ 14,027	\$ 3,342	\$ 123,916	\$ 59,291	\$ 122,703	\$ 17,543	\$ 923,212
FUND BALANCES										
Restricted for:										
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 60,415
Public works	-	-	-	-	-	-	-	122,703	17,543	140,246
Elections	-	-	-	-	-	-	-	-	-	9,633
Prosecuting attorney	42,560	-	-	-	-	-	59,291	-	-	136,518
Recorder's technology	-	-	115,475	-	-	-	-	-	-	115,475
Record retention	-	193,952	-	-	-	-	-	-	-	193,952
Tax maintenance	-	-	-	-	-	123,916	-	-	-	123,916
Assigned to:										
Elections	-	-	-	14,027	-	-	-	-	-	24,031
Building inspection	-	-	-	-	-	-	-	-	-	115,684
Sheriff	-	-	-	-	3,342	-	-	-	-	3,342
TOTAL FUND BALANCES	\$ 42,560	\$ 193,952	\$ 115,475	\$ 14,027	\$ 3,342	\$ 123,916	\$ 59,291	\$ 122,703	\$ 17,543	\$ 923,212

CHRISTIAN COUNTY, MISSOURI
 COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES – NONMAJOR SPECIAL
 REVENUE FUNDS – MODIFIED CASH BASIS
 Year Ended December 31, 2014

	HAVA Fund	Building Inspection Fund	Family Violence Fund	Local Emergency Planning Commission Fund	Law Enforcement Training Fund	Prosecuting Attorney Administrative Fee Fund	Federal Forfeiture Fund	Clerk's Election Fund	Prosecuting Attorney Training Fund
RECEIPTS									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	21,136	-	-	-	-	-	55,265	184,766	-
Fees and charges	-	133,991	2,425	-	17,283	73,429	-	-	1,070
Other	9	381	-	18	2,186	135	212	120	4
TOTAL RECEIPTS	21,145	134,372	2,425	18	19,469	73,564	55,477	184,886	1,074
DISBURSEMENTS									
Current									
General government	13,435	102,306	-	-	-	-	-	180,871	-
Judicial	-	-	-	-	-	83,472	-	-	1,961
Public works	-	-	-	-	-	-	-	-	-
Public safety	-	-	2,425	6,427	19,946	-	64,520	-	-
TOTAL DISBURSEMENTS	13,435	102,306	2,425	6,427	19,946	83,472	64,520	180,871	1,961
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	7,710	32,066	-	(6,409)	(477)	(9,908)	(9,043)	4,015	(887)
OTHER FINANCING SOURCES (USES)									
Operating transfers (out)	-	-	-	-	-	-	-	-	-
Bond proceeds	-	-	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-	-	-	-	-
EXCESS (DEFICIT) OF RECEIPTS AND OTHER SOURCES OVER OVER DISBURSEMENTS AND OTHER (USES)	7,710	32,066	-	(6,409)	(477)	(9,908)	(9,043)	4,015	(887)
FUND BALANCE, January 1	1,923	83,618	-	7,858	23,559	43,321	44,927	5,989	2,141
FUND BALANCE, December 31	\$ 9,633	\$ 115,684	\$ -	\$ 1,449	\$ 23,082	\$ 33,413	\$ 35,884	\$ 10,004	\$ 1,254

CHRISTIAN COUNTY, MISSOURI
 COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES – NONMAJOR SPECIAL
 REVENUE FUNDS – MODIFIED CASH BASIS (continued)
 Year Ended December 31, 2014

	Prosecuting Attorney Delinquent Tax Fund	Record Retention Fund	Recorder Technology Fund	Election Service Fund	Sheriff Concealed Carry Fund	Tax Maintenance Fund	Law Library Fund	River Downs NID Fund	Stone Hollow NID Fund	Total
RECEIPTS										
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 29,559	\$ -	\$ 29,559
Intergovernmental	-	-	-	-	-	-	-	-	-	261,167
Fees and charges	11,733	30,473	63,580	-	110,835	106,812	12,574	-	-	564,205
Other	139	775	418	48,161	81	468	90	-	80	53,277
TOTAL RECEIPTS	11,872	31,248	63,998	48,161	110,916	107,280	12,664	29,559	80	908,208
DISBURSEMENTS										
Current										
General government	-	23,237	89,355	39,517	-	105,795	-	-	-	554,516
Judicial	2,934	-	-	-	-	-	21,305	-	-	109,672
Public works	-	-	-	-	-	-	-	520,864	175,737	696,601
Public safety	-	-	-	-	130,396	-	-	-	-	223,714
TOTAL DISBURSEMENTS	2,934	23,237	89,355	39,517	130,396	105,795	21,305	520,864	175,737	1,584,503
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	8,938	8,011	(25,357)	8,644	(19,480)	1,485	(8,641)	(491,305)	(175,657)	(676,295)
OTHER FINANCING SOURCES (USES)										
Operating transfers (out)	-	-	-	-	-	-	-	(55,992)	-	(55,992)
Bond proceeds	-	-	-	-	-	-	-	670,000	193,200	863,200
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-	-	-	614,008	193,200	807,208
EXCESS (DEFICIT) OF RECEIPTS AND OTHER SOURCES OVER OVER DISBURSEMENTS AND OTHER (USES)	8,938	8,011	(25,357)	8,644	(19,480)	1,485	(8,641)	122,703	17,543	130,913
FUND BALANCE, January 1	33,622	185,941	140,832	5,383	22,822	122,431	67,932	-	-	792,299
FUND BALANCE, December 31	\$ 42,560	\$ 193,952	\$ 115,475	\$ 14,027	\$ 3,342	\$ 123,916	\$ 59,291	\$ 122,703	\$ 17,543	\$ 923,212

CHRISTIAN COUNTY, MISSOURI
 COMBINING STATEMENT OF ASSETS AND FUND BALANCES – DEBT SERVICE FUNDS –
 MODIFIED CASH BASIS
 December 31, 2014

	Leasehold Revenue Bond Fund	Public Building Corporation Debt Service Fund	Total
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash - restricted	\$ 1,209,627	\$ -	\$ 1,209,627
TOTAL ASSETS	<u>\$ 1,209,627</u>	<u>\$ -</u>	<u>\$ 1,209,627</u>
FUND BALANCES			
Restricted for debt service	\$ 1,209,627	\$ -	\$ 1,209,627
TOTAL FUND BALANCES	<u>\$ 1,209,627</u>	<u>\$ -</u>	<u>\$ 1,209,627</u>

CHRISTIAN COUNTY, MISSOURI
 COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND
 BALANCES – DEBT SERVICE FUNDS – MODIFIED CASH BASIS
 Year Ended December 31, 2014

	Leasehold Revenue Bond Fund	Public Building Corporation Debt Service Fund	Total
RECEIPTS			
Taxes	\$ 1,741,122	\$ -	\$ 1,741,122
Interest	3,926	4	3,930
TOTAL RECEIPTS	1,745,048	4	1,745,052
DISBURSEMENTS			
Debt Service			
Rental payments (receipts)	1,044,950	(1,044,950)	-
Principal retirement	-	1,000,000	1,000,000
Interest and agent fees	-	44,954	44,954
TOTAL DISBURSEMENTS	1,044,950	4	1,044,954
EXCESS OF RECEIPTS OVER DISBURSEMENTS	700,098	-	700,098
OTHER FINANCING (USES)			
Operating transfers (out)			
Law Enforcement Fund	(820,750)	-	(820,750)
TOTAL OTHER FINANCING (USES)	(820,750)	-	(820,750)
(DEFICIT) OF RECEIPTS OVER DISBURSEMENTS AND OTHER (USES)	(120,652)	-	(120,652)
FUND BALANCE, January 1	1,330,279	-	1,330,279
FUND BALANCE, December 31	<u>\$ 1,209,627</u>	<u>\$ -</u>	<u>\$ 1,209,627</u>



**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**

Christian County Commission
Christian County
Ozark, Missouri

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of Christian County, Missouri, as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise Christian County, Missouri's basic financial statements and have issued our report dated May 11, 2015.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Christian County, Missouri's internal control over financial reporting 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 Christian County, Missouri's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or 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.

Christian County Commission
Christian County
Ozark, Missouri

Our consideration of the internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in the 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 Christian County, Missouri's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
May 11, 2015