

LACLEDE COUNTY, MISSOURI
BASIC FINANCIAL STATEMENTS
Years Ended December 31, 2012 and 2011

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INDEPENDENT AUDITORS' REPORT

Laclede County Commission
Laclede County
Lebanon, Missouri

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Laclede County, Missouri as of and for the years ended December 31, 2012 and 2011, 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 cash basis of accounting described in Note A; this includes determining that the 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.

Auditor's 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 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 of the effectiveness of the entity's internal control.

Laclede County Commission
Laclede County
Lebanon, Missouri

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 cash basis financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Laclede County, Missouri, as of December 31, 2012 and 2011, and the respective changes in the cash basis financial position for the years then ended in accordance with the basis of accounting described in Note A.

Basis of Accounting

As described in Note A, Laclede County, Missouri, prepares its financial statements on the cash basis, 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 this matter.

Other Matters

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

Report on Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements as a whole that collectively comprise Laclede County, Missouri's basic financial statements. The budgetary comparison information is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The budgetary comparison information is presented to supplement the basic financial statements. We have applied certain limited procedures to the 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 Laclede County, Missouri's basic financial statements. The Combining Non-Major Fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

The Combining Non-Major Fund financial statements and the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 12, 2013, on our consideration of Laclede County, Missouri'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 Laclede County, Missouri's internal control over financial reporting and compliance.

Davis, Lynn & Moots, PC

DAVIS, LYNN & MOOTS, P.C.
August 12, 2013

LACLEDE COUNTY, MISSOURI
 STATEMENTS OF NET POSITION – CASH BASIS
 December 31, 2012 and 2011

	Primary Government		Component Unit	
	Governmental		Developmentally	
	Activities		Disabled Board	
	2012	2011	2012	2011
ASSETS				
Cash and cash equivalents	\$ 7,766,911	\$ 7,684,714	\$ 64,374	\$ 60,761
TOTAL ASSETS	\$ 7,766,911	\$ 7,684,714	\$ 64,374	\$ 60,761
NET POSITION				
Restricted	\$ 4,600,283	\$ 4,620,140	\$ -	\$ -
Unrestricted	3,166,628	3,064,574	64,374	60,761
TOTAL NET POSITION	\$ 7,766,911	\$ 7,684,714	\$ 64,374	\$ 60,761

See accompanying notes.

LACLEDE COUNTY, MISSOURI
STATEMENT OF ASSETS AND FUND BALANCES – GOVERNMENTAL FUNDS – CASH BASIS
December 31, 2012

	<u>General Fund</u>	<u>Road and Bridge Fund</u>	<u>Capital Improvement Fund</u>	<u>County Development Tax Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS						
Cash and cash equivalents	\$ 2,282,143	\$ 319,668	\$ 2,106,283	\$ 1,505,785	\$ 1,536,718	\$ 7,750,597
TOTAL ASSETS	<u>\$ 2,282,143</u>	<u>\$ 319,668</u>	<u>\$ 2,106,283</u>	<u>\$ 1,505,785</u>	<u>\$ 1,536,718</u>	<u>\$ 7,750,597</u>
FUND BALANCES						
Restricted for:						
Recorder	\$ -	\$ -	\$ -	\$ -	\$ 86,081	\$ 86,081
Prosecuting attorney	-	-	-	-	256,539	256,539
Sheriff	-	-	-	-	101,008	101,008
Public safety	-	-	-	-	136,820	136,820
Tax maintenance	-	-	-	-	88,099	88,099
Capital outlay	-	-	2,106,283	-	-	2,106,283
Intergovernmental agreements	-	-	-	1,505,785	-	1,505,785
Highways and roads	-	319,668	-	-	-	319,668
Assigned to:						
E-911	-	-	-	-	355,023	355,023
Assessment	-	-	-	-	477,352	477,352
Elections	-	-	-	-	35,796	35,796
Unassigned	<u>2,282,143</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,282,143</u>
TOTAL FUND BALANCES	<u>\$ 2,282,143</u>	<u>\$ 319,668</u>	<u>\$ 2,106,283</u>	<u>\$ 1,505,785</u>	<u>\$ 1,536,718</u>	<u>\$ 7,750,597</u>
Fund Balance Governmental Funds						\$ 7,750,597
Some of the amounts reported for Governmental activities in the Statement of Net Position are different because internal service fund assets are included with Governmental activities.						<u>16,314</u>
Net Position of Governmental Activities						<u>\$ 7,766,911</u>

See accompanying notes.

LACLEDE COUNTY, MISSOURI
 STATEMENT OF ASSETS AND FUND BALANCES – GOVERNMENTAL FUNDS – CASH BASIS
 December 31, 2011

	<u>General Fund</u>	<u>Road and Bridge Fund</u>	<u>Capital Improvement Fund</u>	<u>County Development Tax Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS						
Cash and cash equivalents	\$ 2,194,075	\$ 298,267	\$ 1,741,043	\$ 1,397,684	\$ 2,036,880	\$ 7,667,949
TOTAL ASSETS	<u>\$ 2,194,075</u>	<u>\$ 298,267</u>	<u>\$ 1,741,043</u>	<u>\$ 1,397,684</u>	<u>\$ 2,036,880</u>	<u>\$ 7,667,949</u>
FUND BALANCES						
Restricted for:						
Recorder	\$ -	\$ -	\$ -	\$ -	\$ 28,234	\$ 28,234
Prosecuting attorney	-	-	-	-	247,768	247,768
Sheriff	-	-	-	-	99,089	99,089
Public safety	-	-	-	-	726,079	726,079
Tax maintenance	-	-	-	-	81,976	81,976
Capital outlay	-	-	1,741,043	-	-	1,741,043
Intergovernmental agreements	-	-	-	1,397,684	-	1,397,684
Highways and roads	-	298,267	-	-	-	298,267
Assigned to:						
E-911	-	-	-	-	400,248	400,248
Assessment	-	-	-	-	432,889	432,889
Elections	-	-	-	-	20,597	20,597
Unassigned	<u>2,194,075</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,194,075</u>
TOTAL FUND BALANCES	<u>\$ 2,194,075</u>	<u>\$ 298,267</u>	<u>\$ 1,741,043</u>	<u>\$ 1,397,684</u>	<u>\$ 2,036,880</u>	<u>\$ 7,667,949</u>
Fund Balance Governmental Funds						\$ 7,667,949
Some of the amounts reported for Governmental activities in the Statement of Net Position are different because internal service fund assets are included with Governmental activities.						<u>16,765</u>
Net Position of Governmental Activities						<u>\$ 7,684,714</u>

See accompanying notes.

LACLEDE COUNTY, MISSOURI
 STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE – GOVERNMENTAL FUNDS – CASH BASIS
 Year Ended December 31, 2012

	General Fund	Road and Bridge Fund	Capital Improvement Fund	County Development Tax Fund	Nonmajor Governmental Funds	Total Governmental Funds
RECEIPTS						
Taxes	\$ 2,542,025	\$ 798,987	\$ -	\$ 1,912,315	\$ 383,640	\$ 5,636,967
Collector's commission	322,412	-	-	-	-	322,412
Licenses and permits	32,826	-	-	-	-	32,826
Intergovernmental receipts	12,343	317,893	234,674	-	355,555	920,465
Fees and charges	1,215,288	-	-	-	512,562	1,727,850
Interest	24,681	2,642	17,991	16,400	19,716	81,430
Other	28,557	10,524	-	-	112	39,193
TOTAL RECEIPTS	4,178,132	1,130,046	252,665	1,928,715	1,271,585	8,761,143
DISBURSEMENTS						
Current						
General government	1,703,530	-	-	-	370,128	2,073,658
Judicial	615,532	-	-	-	15,330	630,862
Public safety	1,608,007	-	-	-	504,771	2,112,778
Intergovernmental agreements	-	-	-	331,574	-	331,574
Highways and roads	-	2,157,246	-	-	-	2,157,246
Capital outlay	-	-	180,435	-	797,675	978,110
Other	100,191	-	-	-	-	100,191
TOTAL DISBURSEMENTS	4,027,260	2,157,246	180,435	331,574	1,687,904	8,384,419
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	150,872	(1,027,200)	72,230	1,597,141	(416,319)	376,724
OTHER FINANCING SOURCES (USES)						
Loan proceeds	-	-	133,010	-	-	133,010
Operating transfers in (out)	(62,804)	1,048,601	160,000	(1,489,040)	(83,843)	(427,086)
TOTAL OTHER FINANCING SOURCES (USES)	(62,804)	1,048,601	293,010	(1,489,040)	(83,843)	(294,076)

See accompanying notes.

LACLEDE COUNTY, MISSOURI
 STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE – GOVERNMENTAL FUNDS – CASH BASIS
 (CONTINUED)
 Year Ended December 31, 2012

	General Fund	Road and Bridge Fund	Capital Improvement Fund	County Development Tax Fund	Nonmajor Governmental Funds	Total Governmental Funds
EXCESS (DEFICIT) OF RECEIPTS AND OTHER SOURCES OVER DISBURSEMENTS AND OTHER (USES)	88,068	21,401	365,240	108,101	(500,162)	82,648
FUND BALANCE, January 1	<u>2,194,075</u>	<u>298,267</u>	<u>1,741,043</u>	<u>1,397,684</u>	<u>2,036,880</u>	<u>7,667,949</u>
FUND BALANCE, December 31	<u><u>\$ 2,282,143</u></u>	<u><u>\$ 319,668</u></u>	<u><u>\$ 2,106,283</u></u>	<u><u>\$ 1,505,785</u></u>	<u><u>\$ 1,536,718</u></u>	<u><u>\$ 7,750,597</u></u>

Excess of Receipts and Other Sources
Over Disbursements and Other (Uses)

\$ 82,648

Some of the amounts reported for Governmental activities in the
Statement of Activities are different because the Internal Service Fund
receipts and disbursements are included with Governmental activities.

(451)

Increase in Net Position

\$ 82,197

See accompanying notes.

LACLEDE COUNTY, MISSOURI
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE – GOVERNMENTAL FUNDS – CASH BASIS
Year Ended December 31, 2011

	General Fund	Road and Bridge Fund	Capital Improvement Fund	County Development Tax Fund	Nonmajor Governmental Funds	Total Governmental Funds
RECEIPTS						
Taxes	\$ 2,636,333	\$ 788,574	\$ -	\$ 1,926,615	\$ 415,422	\$ 5,766,944
Collector's commission	318,802	-	-	-	-	318,802
Licenses and permits	30,203	-	-	-	-	30,203
Intergovernmental receipts	71,271	98,480	-	-	112,205	281,956
Fees and charges	1,261,889	2,960	-	-	435,017	1,699,866
Interest	22,134	3,147	19,839	15,100	23,885	84,105
Other	20,836	31,785	-	-	7,333	59,954
TOTAL RECEIPTS	<u>4,361,468</u>	<u>924,946</u>	<u>19,839</u>	<u>1,941,715</u>	<u>993,862</u>	<u>8,241,830</u>
DISBURSEMENTS						
Current						
General government	1,739,052	-	-	-	333,089	2,072,141
Judicial	558,321	-	-	-	15,196	573,517
Public safety	1,612,863	-	-	-	466,244	2,079,107
Intergovernmental agreements	-	-	-	338,391	-	338,391
Highways and roads	-	1,946,481	-	-	-	1,946,481
Capital outlay	-	-	416,148	-	328,443	744,591
Other	168,025	-	-	-	-	168,025
TOTAL DISBURSEMENTS	<u>4,078,261</u>	<u>1,946,481</u>	<u>416,148</u>	<u>338,391</u>	<u>1,142,972</u>	<u>7,922,253</u>
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	283,207	(1,021,535)	(396,309)	1,603,324	(149,110)	319,577
OTHER FINANCING SOURCES (USES)						
Loan proceeds	-	33,180	-	-	-	33,180
Operating transfers in (out)	55,267	870,677	119,500	(1,303,012)	(171,048)	(428,616)
TOTAL OTHER FINANCING SOURCES (USES)	<u>55,267</u>	<u>903,857</u>	<u>119,500</u>	<u>(1,303,012)</u>	<u>(171,048)</u>	<u>(395,436)</u>

See accompanying notes.

LACLEDE COUNTY, MISSOURI
 STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE – GOVERNMENTAL FUNDS – CASH BASIS
 (CONTINUED)
 Year Ended December 31, 2011

	General Fund	Road and Bridge Fund	Capital Improvement Fund	County Development Tax Fund	Nonmajor Governmental Funds	Total Governmental Funds
EXCESS (DEFICIT) OF RECEIPTS AND OTHER SOURCES OVER DISBURSEMENTS AND OTHER (USES)	338,474	(117,678)	(276,809)	300,312	(320,158)	(75,859)
FUND BALANCE, January 1	<u>1,855,601</u>	<u>415,945</u>	<u>2,017,852</u>	<u>1,097,372</u>	<u>2,357,038</u>	<u>7,743,808</u>
FUND BALANCE, December 31	<u>\$ 2,194,075</u>	<u>\$ 298,267</u>	<u>\$ 1,741,043</u>	<u>\$ 1,397,684</u>	<u>\$ 2,036,880</u>	<u>\$ 7,667,949</u>

(Deficit) of Receipts and Other Sources
Over Disbursements and Other (Uses)

\$ (75,859)

Some of the amounts reported for Governmental activities in the
Statement of Activities are different because the Internal Service Fund
receipts and disbursements are included with Governmental activities.

507

Decrease in Net Position

\$ (75,352)

See accompanying notes.

LACLEDE COUNTY, MISSOURI
 STATEMENTS OF NET POSITION – PROPRIETARY FUND – CASH BASIS
 December 31, 2012 and 2011

		Internal Service Fund	
		<u>2012</u>	<u>2011</u>
ASSETS			
Current Assets			
Cash and cash equivalents		\$ 16,314	\$ 16,765
	TOTAL ASSETS	<u>\$ 16,314</u>	<u>\$ 16,765</u>
NET POSITION			
Unrestricted		\$ 16,314	\$ 16,765
	TOTAL NET POSITION	<u>\$ 16,314</u>	<u>\$ 16,765</u>

See accompanying notes.

LACLEDE COUNTY, MISSOURI
 STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN NET POSITION –
 PROPRIETARY FUND – CASH BASIS
 Years ended December 31, 2012 and 2011

	Internal Service Fund	
	2012	2011
OPERATING RECEIPTS		
Charges for services	\$ 64,326	\$ 61,380
TOTAL OPERATING RECEIPTS	64,326	61,380
OPERATING DISBURSEMENTS		
Insurance claims and disbursements	491,986	489,619
TOTAL OPERATING DISBURSEMENTS	491,986	489,619
OPERATING (LOSS)	(427,660)	(428,239)
NONOPERATING RECEIPTS		
Interest receipts	123	130
TOTAL NONOPERATING RECEIPTS	123	130
OTHER FINANCING SOURCES		
Operating transfers in	427,086	428,616
NET INCOME (LOSS)	(451)	507
NET POSITION, January 1	16,765	16,258
NET POSITION, December 31	\$ 16,314	\$ 16,765

See accompanying notes.

LACLEDE COUNTY, MISSOURI
 STATEMENTS OF CASH FLOWS – PROPRIETARY FUND – CASH BASIS
 Years ended December 31, 2012 and 2011

	Internal Service Fund	
	2012	2011
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers	\$ 64,326	\$ 61,380
Cash paid to suppliers	<u>(491,986)</u>	<u>(489,619)</u>
NET CASH (USED) BY OPERATING ACTIVITIES	(427,660)	(428,239)
 CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Operating transfers in	<u>427,086</u>	<u>428,616</u>
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	427,086	428,616
 CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	<u>123</u>	<u>130</u>
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>123</u>	<u>130</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(451)	507
CASH AND CASH EQUIVALENTS, Beginning of year	<u>16,765</u>	<u>16,258</u>
CASH AND CASH EQUIVALENTS, End of year	<u><u>\$ 16,314</u></u>	<u><u>\$ 16,765</u></u>
 RECONCILIATION OF OPERATING (LOSS) TO NET CASH (USED) BY OPERATING ACTIVITIES:		
Operating (loss)	<u>\$ (427,660)</u>	<u>\$ (428,239)</u>
NET CASH (USED) BY OPERATING ACTIVITIES	<u><u>\$ (427,660)</u></u>	<u><u>\$ (428,239)</u></u>

See accompanying notes.

LACLEDE COUNTY, MISSOURI
 STATEMENT OF ASSETS AND LIABILITIES – AGENCY FUNDS – CASH BASIS
 December 31, 2012

	Sheriff's Office Jail Fund	Sheriff's Office Inmate Security Fund	Sheriff's Office Commissary Fund	Sheriff's Office Bond Fund	Sheriff's Office Forfeiture Fund	Collector of Revenue Fund	Collector's Protest Fund	Collector Tax Installment Fund
ASSETS								
Cash and cash equivalents	\$ 16,497	\$ 1,327	\$ 33,408	\$ 13	\$ 835	\$ 13,844,780	\$ 11,885	\$ 1,685
TOTAL ASSETS	<u>\$ 16,497</u>	<u>\$ 1,327</u>	<u>\$ 33,408</u>	<u>\$ 13</u>	<u>\$ 835</u>	<u>\$ 13,844,780</u>	<u>\$ 11,885</u>	<u>\$ 1,685</u>
LIABILITIES								
Due to others	\$ -	\$ 1,327	\$ 33,408	\$ 13	\$ -	\$ -	\$ 11,885	\$ 1,685
Due to other funds	16,497	-	-	-	-	1,070,067	-	-
Due to other governments	-	-	-	-	835	12,774,713	-	-
TOTAL LIABILITIES	<u>\$ 16,497</u>	<u>\$ 1,327</u>	<u>\$ 33,408</u>	<u>\$ 13</u>	<u>\$ 835</u>	<u>\$ 13,844,780</u>	<u>\$ 11,885</u>	<u>\$ 1,685</u>

See accompanying notes.

LACLEDE COUNTY, MISSOURI
 STATEMENT OF ASSETS AND LIABILITIES – AGENCY FUNDS – CASH BASIS (CONTINUED)
 December 31, 2012

	Special Election Fund	Land Sales Surplus Fund	Unclaimed Fee Fund	Fines and Forfeitures Fund	Circuit Clerk Fund	Recorder's User Fee Fund	Prosecuting Attorney Restitution Fund	Prosecuting Attorney Bad Check Fund
ASSETS								
Cash and cash equivalents	\$ 932	\$ 35,206	\$ 7,228	\$ 165,116	\$ 249,118	\$ 18,282	\$ 45,692	\$ 6,621
TOTAL ASSETS	<u>\$ 932</u>	<u>\$ 35,206</u>	<u>\$ 7,228</u>	<u>\$ 165,116</u>	<u>\$ 249,118</u>	<u>\$ 18,282</u>	<u>\$ 45,692</u>	<u>\$ 6,621</u>
LIABILITIES								
Due to others	\$ -	\$ -	\$ 7,228	\$ -	\$ 249,092	\$ -	\$ 41,297	\$ 5,553
Due to other funds	-	-	-	-	26	15,199	2,091	75
Due to other governments	932	35,206	-	165,116	-	3,083	2,304	993
TOTAL LIABILITIES	<u>\$ 932</u>	<u>\$ 35,206</u>	<u>\$ 7,228</u>	<u>\$ 165,116</u>	<u>\$ 249,118</u>	<u>\$ 18,282</u>	<u>\$ 45,692</u>	<u>\$ 6,621</u>

See accompanying notes.

LACLEDE COUNTY, MISSOURI
STATEMENT OF ASSETS AND LIABILITIES – AGENCY FUNDS – CASH BASIS (CONTINUED)
December 31, 2012

	Law Library Fund	Circuit Clerk Interest Fund	Circuit Clerk Time Payment Fund	Circuit Clerk Juvenile Assessment Fund	Family Court Fund	Circuit Clerk Case Fund	Payroll Fund	Total
ASSETS								
Cash and cash equivalents	\$ 90,267	\$ 46,878	\$ 22,267	\$ 12,359	\$ 9,983	\$ 3,284	\$ 5	\$ 14,623,668
TOTAL ASSETS	<u>\$ 90,267</u>	<u>\$ 46,878</u>	<u>\$ 22,267</u>	<u>\$ 12,359</u>	<u>\$ 9,983</u>	<u>\$ 3,284</u>	<u>\$ 5</u>	<u>\$ 14,623,668</u>
LIABILITIES								
Due to others	\$ -	\$ -	\$ 22,267	\$ 12,359	\$ 9,983	\$ 3,284	\$ -	\$ 399,381
Due to other funds	90,267	46,878	-	-	-	-	5	1,241,105
Due to other governments	-	-	-	-	-	-	-	12,983,182
TOTAL LIABILITIES	<u>\$ 90,267</u>	<u>\$ 46,878</u>	<u>\$ 22,267</u>	<u>\$ 12,359</u>	<u>\$ 9,983</u>	<u>\$ 3,284</u>	<u>\$ 5</u>	<u>\$ 14,623,668</u>

See accompanying notes.

LACLEDE COUNTY, MISSOURI
 STATEMENT OF ASSETS AND LIABILITIES – AGENCY FUNDS – CASH BASIS
 December 31, 2011

	Sheriff's Office Jail Fund	Sheriff's Office Inmate Security Fund	Sheriff's Office Commissary Fund	Sheriff's Office Bond Fund	Collector of Revenue Fund	Collector's Protest Fund	Collector Tax Installment Fund
ASSETS							
Cash and cash equivalents	\$ 8,002	\$ 4,514	\$ 29,297	\$ 8	\$ 13,028,265	\$ 130	\$ 1,140
TOTAL ASSETS	<u>\$ 8,002</u>	<u>\$ 4,514</u>	<u>\$ 29,297</u>	<u>\$ 8</u>	<u>\$ 13,028,265</u>	<u>\$ 130</u>	<u>\$ 1,140</u>
LIABILITIES							
Due to others	\$ -	\$ 4,514	\$ 29,297	\$ 8	\$ -	\$ 130	\$ 1,140
Due to other funds	-	-	-	-	1,093,532	-	-
Due to other governments	8,002	-	-	-	11,934,733	-	-
TOTAL LIABILITIES	<u>\$ 8,002</u>	<u>\$ 4,514</u>	<u>\$ 29,297</u>	<u>\$ 8</u>	<u>\$ 13,028,265</u>	<u>\$ 130</u>	<u>\$ 1,140</u>

See accompanying notes.

LACLEDE COUNTY, MISSOURI
 STATEMENT OF ASSETS AND LIABILITIES – AGENCY FUNDS – CASH BASIS (CONTINUED)
 December 31, 2011

	Special Election Fund	Land Sales Surplus Fund	Unclaimed Fee Fund	Fines and Forfeitures Fund	Circuit Clerk Fund	Recorder's User Fee Fund	Prosecuting Attorney Restitution Fund	Prosecuting Attorney Bad Check Fund
ASSETS								
Cash and cash equivalents	\$ 27,341	\$ 31,795	\$ 7,808	\$ 136,659	\$ 350,862	\$ 14,342	\$ 6,912	\$ 4,257
TOTAL ASSETS	<u>\$ 27,341</u>	<u>\$ 31,795</u>	<u>\$ 7,808</u>	<u>\$ 136,659</u>	<u>\$ 350,862</u>	<u>\$ 14,342</u>	<u>\$ 6,912</u>	<u>\$ 4,257</u>
LIABILITIES								
Due to others	\$ -	\$ 31,795	\$ 7,808	\$ -	\$ 286,870	\$ -	\$ 6,912	\$ 3,060
Due to other funds	-	-	-	-	42,635	12,034	-	1,197
Due to other governments	27,341	-	-	136,659	21,357	2,308	-	-
TOTAL LIABILITIES	<u>\$ 27,341</u>	<u>\$ 31,795</u>	<u>\$ 7,808</u>	<u>\$ 136,659</u>	<u>\$ 350,862</u>	<u>\$ 14,342</u>	<u>\$ 6,912</u>	<u>\$ 4,257</u>

See accompanying notes.

LACLEDE COUNTY, MISSOURI
 STATEMENT OF ASSETS AND LIABILITIES – AGENCY FUNDS – CASH BASIS (CONTINUED)
 December 31, 2011

	Law Library Fund	Circuit Clerk Interest Fund	Circuit Clerk Time Payment Fund	Circuit Clerk Juvenile Assessment Fund	Family Court Fund	County Retirement Fund	Payroll Fund	Total
ASSETS								
Cash and cash equivalents	\$ 165,153	\$ 43,492	\$ 19,642	\$ 11,963	\$ 2,282	\$ 20	\$ 151	\$ 13,894,035
TOTAL ASSETS	\$ 165,153	\$ 43,492	\$ 19,642	\$ 11,963	\$ 2,282	\$ 20	\$ 151	\$ 13,894,035
LIABILITIES								
Due to others	\$ -	\$ -	\$ 19,642	\$ 11,963	\$ 2,282	\$ 20	\$ -	\$ 405,441
Due to other funds	165,153	43,492	-	-	-	-	151	1,358,194
Due to other governments	-	-	-	-	-	-	-	12,130,400
TOTAL LIABILITIES	\$ 165,153	\$ 43,492	\$ 19,642	\$ 11,963	\$ 2,282	\$ 20	\$ 151	\$ 13,894,035

See accompanying notes.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Laclede County, Missouri (the County) is a county of the 3rd class and operates under a three member County Commission.

The accounting methods and procedures adopted by the primary government of Laclede County, Missouri, and the Developmentally Disabled Board conform to the 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.

Component Unit

Developmentally Disabled Board

The Developmentally Disabled Board, which is governed by a board of directors appointed by the County Commission, provides disability services to the residents of Laclede County. The Developmentally Disabled Board is included in the financial statements of the County as a component unit due to its financial relationship with the County.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide statements display information about the primary government and its component unit. Interfund activity has been eliminated from these statements to minimize the duplication of internal activities. Governmental activities, which are supported by taxes and intergovernmental receipts, are reported separately from business-type activities, which rely on fees and charges for services for support.

In the government-wide Statement of Net Position, the governmental activities are consolidated and presented on the 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 and proprietary funds. The emphasis of fund financial statements is on major governmental and enterprise 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 not accounted for in other funds.

Road and Bridge Fund: The Road and Bridge Fund of the County is used to account for resources restricted, committed, or assigned for highway and road disbursements.

Capital Improvement Fund: The Capital Improvement Fund is used to account for the resources restricted, committed, or assigned for capital improvements.

County Development Tax Fund: The County Development Tax Fund is used to account for sales taxes restricted, committed, or assigned for road improvements within the County.

LACLEDE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2012 and 2011

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The County also reports the following fund types:

The Internal Service Fund accounts for the health insurance benefits of the County on a cost reimbursement basis.

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 and the fund financial statements for the County and the Developmentally Disabled Board, are presented using the cash basis of accounting. This basis recognizes assets, net position/fund balance, receipts, and disbursements when they result from cash transactions. 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 the 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 cash basis, capital assets and long-term debt of the County and Developmentally Disabled Board are not presented in the financial statements.

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

Cash and Cash Equivalents

The County pools cash and cash equivalent 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 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. Cash equivalents of the County consist of money market accounts and are carried at cost, which approximates fair value.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Net Position

In the government-wide and proprietary fund financial statements, net position is displayed in two components as follows:

- A. *Restricted* – This consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislations.
- B. *Unrestricted* – This consists of net position that does not meet the definition of restricted.

It is the County's policy to first use restricted net position prior to the use of unrestricted net position when a disbursement is made for purposes for which both restricted and unrestricted net position are available.

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 County 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.

LACLEDE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2012 and 2011

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

Compensated Absences

The County has a county-wide policy on vacation and sick leave for all employees. Leave is taken at the discretion of each officeholder. The accumulated liability for compensated absences is not expected to be liquidated with expendable available financial resources.

New Pronouncement

The Governmental Accounting Standards Board (GASB) issued Statement No. 54 – *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54) effective for reporting periods beginning after June 15, 2010. The statement establishes fund balance classifications, provides for a hierarchy of spending constraints for spendable resources and requires disclosure of nonspendable and spendable resources. The County adopted GASB No. 54 for the year ended December 31, 2011, and has disclosed information about the fund balance reporting.

NOTE B – CASH AND CASH EQUIVALENTS

The County maintains a cash and cash equivalent pool that is available for use by all funds. Each fund type's portion of this pool is displayed as "Cash and cash equivalents". In addition, cash and cash equivalents are separately held by several of the County's funds. State statutes require that County deposits be fully collateralized in the name of the County. As of December 31, 2012 and 2011, all bank balances on deposit are entirely insured or collateralized with securities.

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, 2012 and 2011, 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

Laclede 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.

LACLEDE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2012 and 2011

NOTE D – PENSION PLAN – CERF (continued)

Funding Policy

Laclede County’s full-time employees hired before February 25, 2002, are required by state statute to contribute 2% of annual payroll to the pension plan. Laclede County’s full-time employees hired after February 25, 2002, are required by state statute to contribute 6% 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 – 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 2012 and 2011 assessed valuation of the tangible taxable property and the tax levies per \$100 assessed valuation of that property were as follows:

ASSESSED VALUATION	2012	2011
Real estate	\$ 298,734,789	\$ 290,617,543
Personal property	98,803,849	93,281,118
	\$ 397,538,638	\$ 383,898,661
TAX LEVY		
General Fund	\$.1001	\$.1311
Developmentally Disabled Board	.0672	.0664
	\$.1673	\$.1975

The legal debt margin at December 31, 2012 and 2011, is computed as follows:

	2012	2011
Constitutional debt limit	\$ 39,753,864	\$ 38,389,866
General obligation bonds payable	(29,000)	(34,000)
LEGAL DEBT MARGIN	\$ 39,724,864	\$ 38,355,866

LACLEDE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2012 and 2011

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

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 F – LONG-TERM DEBT

In 1997, the County issued \$78,000 in Limited General Obligation Bonds. The bonds bear interest at 6.5% with principal and interest payments due on March 1 of each year. The annual debt service requirements to amortize the principal of the Limited General Obligation Bonds outstanding at December 31, 2012, are listed in the table below.

Year Ended December 31,	Principal	Interest	Total
2013	\$ 5,000	\$ 1,885	\$ 6,885
2014	5,000	1,560	6,560
2015	6,000	1,235	7,235
2016	6,000	845	6,845
2017	7,000	455	7,455
	<u>\$ 29,000</u>	<u>\$ 5,980</u>	<u>\$ 34,980</u>

In 2011, the County entered into a loan agreement with the Missouri Department of Natural Resources through the Energy Efficiency Leveraged Loan Program in the amount of \$133,010 with zero interest. The County did not receive or spend the funds until 2012. Semi-annual principal payments are due in February and August each year. The debt service requirements to amortize the principal of the loan outstanding at December 31, 2012, are listed in the table below.

Year Ended December 31,	Principal
2013	\$ 36,285
2014	36,285
2015	36,285
2016	24,155
	<u>\$ 133,010</u>

LACLEDE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2012 and 2011

NOTE F – LONG-TERM DEBT (continued)

In August 2011, the County entered into a promissory note agreement in the amount of \$33,180 for the purpose of constructing certain road improvements within the Neighborhood Improvement District of Harrill Lane. The note shall bear interest at a rate of 6.75%. Principal and interest payments are due annually on March 20. Annual debt service requirements to amortize the principal at December 31, 2012, are as follows:

Year Ended December 31,	Principal	Interest	Total
2013	\$ 6,636	\$ 1,792	\$ 8,428
2014	6,636	1,344	7,980
2015	6,636	896	7,532
2016	6,636	448	7,084
	\$ 26,544	\$ 4,480	\$ 31,024

Capital Leases

In 2012, the County entered into a cancelable lease purchase agreement to finance the purchase of a backhoe at a total cost of \$196,227. The agreement requires annual payments of \$28,742, which includes interest at 2.65% with a balloon payment of \$110,000 in 2015.

In 2009, the County entered into a cancelable lease purchase agreement to finance the purchase of a grader at a total cost of \$202,866. The agreement requires annual payments of \$10,113 through 2013 with a balloon payment of \$157,833 due in 2014. The payments include interest at 3.15%.

In 2009, the County entered into a cancelable lease purchase agreement to finance the purchase of a grader at a total cost of \$202,866. The agreement requires annual payments of \$13,859 through 2013 with a balloon payment of \$161,579 due in 2014. The payments include interest at 3.15%.

In 2009, the County entered into a cancelable lease purchase agreement to finance the purchase of two backhoes at a total cost of \$150,000. The agreement requires annual payments of \$23,064 through 2011 with a balloon payment of \$92,000 due in 2012. The payments include interest at 3.40%. In 2012, the County paid off this lease.

In 2010, the County entered into a cancelable lease purchase agreement to finance the purchase of two graders at a total cost of \$412,000. The agreement requires annual payments of \$29,190 through 2014 with a balloon payment of \$318,000 due in 2015. The payments include interest at 3.00%.

LACLEDE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2012 and 2011

NOTE F – LONG-TERM DEBT (continued)

In 2011, the County entered into a cancelable lease purchase agreement to finance the purchase of a grader at a total cost of \$226,850. The agreement requires annual payments of \$13,970 through 2015 with a balloon payment of \$157,000 due in 2016. The payments include interest at 3.38%.

In 2012, the County entered into a cancelable lease purchase agreement to finance energy upgrades in the amount of \$3,100,000. The agreement requires semi-annual payments of \$133,881 through 2026. The payments include interest at 3.01%.

Although the agreements provide for cancellation of the leases if the County should fail to appropriate funds at the annual renewal dates, the County does not foresee exercising its options to cancel.

The annual requirements to amortize the principal of the leases are as follows:

Year Ended December 31,	2009 Grader Lease	2009 Grader Lease	2010 Graders Lease	2011 Graders Lease	2012 Backhoe Lease	2012 Energy Upgrades Lease	Total
2013	\$ 10,113	\$ 13,859	\$ 29,190	\$ 13,970	\$ 28,742	\$ 267,762	\$ 363,636
2014	157,833	161,579	29,190	13,970	28,742	267,762	659,076
2015	-	-	318,000	13,970	110,000	267,762	709,732
2016	-	-	-	157,000	-	267,762	424,762
2017	-	-	-	-	-	267,762	267,762
2018	-	-	-	-	-	267,762	267,762
2019	-	-	-	-	-	267,762	267,762
2020	-	-	-	-	-	267,762	267,762
2021	-	-	-	-	-	267,762	267,762
2022	-	-	-	-	-	267,762	267,762
2023	-	-	-	-	-	267,762	267,762
2024	-	-	-	-	-	267,762	267,762
2025	-	-	-	-	-	267,762	267,762
2026	-	-	-	-	-	267,762	267,762
TOTAL MINIMUM LEASE PAYMENTS	167,946	175,438	376,380	198,910	167,484	3,748,668	4,834,826
LESS AMOUNT REPRESENTING INTEREST	(10,301)	(10,645)	(29,511)	(22,229)	(10,507)	(711,860)	(795,053)
PRINCIPAL BALANCE, DECEMBER 31, 2012	\$ 157,645	\$ 164,793	\$ 346,869	\$ 176,681	\$ 156,977	\$ 3,036,808	\$ 4,039,773

LACLEDE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2012 and 2011

NOTE F – LONG-TERM DEBT (continued)

The following table is the change in long-term debt for the years ended December 31, 2012 and 2011:

	Balance			Balance			Balance
	December 31, 2010	Additions	Retirements	December 31, 2011	Additions	Retirements	December 31, 2012
Capital Lease Obligations							
2006 Tractor Lease	\$ 7,116	\$ -	\$ 7,116	\$ -	\$ -	\$ -	\$ -
2009 Grader Lease	167,329	-	4,766	162,563	-	4,918	157,645
2009 Grader Lease	181,188	-	8,069	173,119	-	8,326	164,793
2009 Backhoe Lease	108,256	-	19,327	88,929	-	88,929	-
2010 Graders Lease	382,810	-	17,705	365,105	-	18,236	346,869
2011 Grader Lease	-	198,388	13,970	184,418	-	7,737	176,681
2012 Backhoe Lease	-	-	-	-	185,719	28,742	156,977
2012 Energy Upgrades Lease	-	-	-	-	3,100,000	63,192	3,036,808
1997 Limited General Obligation Bonds	39,000	-	5,000	34,000	-	5,000	29,000
2011 Harrill Lane Promissory Note	-	33,180	-	33,180	-	6,636	26,544
2012 Energy Loan	-	-	-	-	133,010	-	133,010
Compensated Absences	14,057	-	5,678	8,379	76	-	8,455
	<u>\$ 899,756</u>	<u>\$ 231,568</u>	<u>\$ 81,631</u>	<u>\$ 1,049,693</u>	<u>\$ 3,418,805</u>	<u>\$ 231,716</u>	<u>\$ 4,236,782</u>

NOTE G – RISK MANAGEMENT

The County is exposed to various risks of losses 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.

LACLEDE COUNTY, MISSOURI
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2012 and 2011

NOTE H – INTERFUND TRANSFERS

Interfund transfers for the years ended December 31, 2012 and 2011, consisted of the following:

	Transfers In (Out)	
	2012	2011
General Fund	\$ (62,804)	\$ 55,267
Road and Bridge Fund	1,048,601	870,677
E-911 Fund	(40,733)	(39,530)
Capital Improvement Fund	160,000	119,500
County Development Tax Fund	(1,489,040)	(1,303,012)
Assessment Fund	(20,710)	(85,904)
Sheriff Discretionary Fund	(22,735)	(15,500)
Prosecuting Attorney Bad Check Fund	-	(18,126)
Health Insurance Fund	427,086	428,616
Deputy Sheriff Salary Fund	12,735	-
Sheriff Revolving Fund	(10,000)	(10,000)
Tax Maintenance Fund	(2,400)	-
Election Services Fund	-	(1,988)
	<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.

LACLEDE COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
December 31, 2012 and 2011

NOTE I – RESTATEMENT

Net position has been restated to remove court accounts no longer considered special revenue funds. The restatement is as follows:

Governmental Activities

Net Position, as previously stated, December 31, 2010	\$ 7,996,112
Law Library Fund	(168,127)
Circuit Clerk Interest Fund	(40,362)
Juvenile Assessment Fund	(11,368)
Circuit Clerk Time Payment Fund	<u>(16,189)</u>
Net Position, as restated, January 1, 2011	<u><u>\$ 7,760,066</u></u>

SUPPLEMENTARY INFORMATION

LACLEDE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – GENERAL FUND – CASH BASIS
 Year Ended December 31, 2012

	Original Budget	Final Budget	Actual	Variance With Final Budget
RECEIPTS				
Taxes				
Property taxes	\$ 435,000	\$ 435,000	\$ 481,165	\$ 46,165
County sales tax	1,920,000	1,920,000	1,913,410	(6,590)
Surtax	100,000	100,000	98,294	(1,706)
Payment in lieu of taxes	34,000	34,000	35,968	1,968
Other	12,800	12,800	13,188	388
	<u>2,501,800</u>	<u>2,501,800</u>	<u>2,542,025</u>	<u>40,225</u>
Collector's Commission				
Collection commissions	317,000	317,000	322,412	5,412
Licenses and Permits				
Beverage licenses	22,000	22,000	25,904	3,904
Other	6,490	6,490	6,922	432
	<u>28,490</u>	<u>28,490</u>	<u>32,826</u>	<u>4,336</u>
Intergovernmental Receipts				
Federal	57,422	57,422	12,343	(45,079)
Fees and Charges				
Court	433,000	433,000	450,295	17,295
Public administrator	60,000	60,000	51,106	(8,894)
County clerk	1,100	1,100	1,252	152
Recorder of deeds	186,871	186,871	205,789	18,918
Sheriff fees	408,000	421,000	465,727	44,727
Phone and vending	34,000	34,000	33,519	(481)
Election reimbursement	7,400	7,400	7,390	(10)
Prosecuting attorney	487	487	210	(277)
	<u>1,130,858</u>	<u>1,143,858</u>	<u>1,215,288</u>	<u>71,430</u>
Other				
Interest income	20,109	20,109	24,681	4,572
Miscellaneous	14,388	14,388	28,557	14,169
	<u>34,497</u>	<u>34,497</u>	<u>53,238</u>	<u>18,741</u>
TOTAL RECEIPTS	<u>4,070,067</u>	<u>4,083,067</u>	<u>4,178,132</u>	<u>95,065</u>

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

	Original Budget	Final Budget	Actual	Variance With Final Budget
DISBURSEMENTS				
Current				
General Government				
University extension	45,400	45,400	45,400	-
Collector of revenue	104,824	104,824	101,195	3,629
Treasurer	63,680	63,680	63,633	47
Recorder of deeds	113,216	113,216	112,626	590
County commission	117,358	117,358	116,774	584
Employee fringe benefits	590,000	590,000	203,393	386,607
Purchasing	10,000	10,000	9,583	417
Postage	70,744	70,744	61,327	9,417
County clerk	262,958	262,958	243,683	19,275
Insurance	95,000	95,000	97,274	(2,274)
Surveyor	13,000	13,000	8,000	5,000
Custodian	934,798	934,798	640,642	294,156
	<u>2,420,978</u>	<u>2,420,978</u>	<u>1,703,530</u>	<u>717,448</u>
Judicial				
Court	252,122	252,122	118,185	133,937
Circuit clerk	57,470	57,470	49,920	7,550
Coroner	22,950	22,950	22,239	711
Public administrator	104,854	104,854	103,050	1,804
Prosecuting attorney	327,906	327,906	322,138	5,768
	<u>765,302</u>	<u>765,302</u>	<u>615,532</u>	<u>149,770</u>
Public Safety				
Sheriff	815,585	815,585	759,395	56,190
Jail	815,632	828,632	736,143	92,489
Emergency management	125,315	125,315	112,469	12,846
	<u>1,756,532</u>	<u>1,769,532</u>	<u>1,608,007</u>	<u>161,525</u>
Other				
	<u>501,553</u>	<u>501,553</u>	<u>100,191</u>	<u>401,362</u>
TOTAL DISBURSEMENTS	<u>5,444,365</u>	<u>5,457,365</u>	<u>4,027,260</u>	<u>1,430,105</u>
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS				
	(1,374,298)	(1,374,298)	150,872	1,525,170
OTHER FINANCING SOURCES (USES)				
Operating transfers in	622,400	622,400	617,400	(5,000)
Operating transfers (out)	(400,000)	(400,000)	(680,204)	(280,204)
TOTAL OTHER FINANCING SOURCES (USES)	<u>222,400</u>	<u>222,400</u>	<u>(62,804)</u>	<u>(285,204)</u>
EXCESS (DEFICIT) OF RECEIPTS AND OTHER SOURCES OVER DISBURSEMENTS AND OTHER (USES)				
	(1,151,898)	(1,151,898)	88,068	1,239,966
FUND BALANCE, January 1	<u>2,194,075</u>	<u>2,194,075</u>	<u>2,194,075</u>	<u>-</u>
FUND BALANCE, December 31	<u>\$ 1,042,177</u>	<u>\$ 1,042,177</u>	<u>\$ 2,282,143</u>	<u>\$ 1,239,966</u>

LACLEDE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – GENERAL FUND – CASH BASIS
 Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
RECEIPTS				
Taxes				
Property taxes	\$ 517,000	\$ 517,000	\$ 560,065	\$ 43,065
County sales tax	1,800,000	1,800,000	1,928,293	128,293
Surtax	100,000	100,000	100,057	57
Payment in lieu of taxes	41,000	41,000	34,243	(6,757)
Other	12,400	12,400	13,675	1,275
	<u>2,470,400</u>	<u>2,470,400</u>	<u>2,636,333</u>	<u>165,933</u>
Collector's Commission				
Collection commissions	324,000	324,000	318,802	(5,198)
Licenses and Permits				
Beverage licenses	22,000	22,000	23,343	1,343
Other	6,350	6,350	6,860	510
	<u>28,350</u>	<u>28,350</u>	<u>30,203</u>	<u>1,853</u>
Intergovernmental Receipts				
Federal	138,485	141,985	71,271	(70,714)
Fees and Charges				
Court	358,424	358,424	549,013	190,589
Public administrator	75,000	75,000	64,677	(10,323)
County clerk	1,000	1,000	1,102	102
Recorder of deeds	186,057	186,057	176,354	(9,703)
Sheriff fees	462,879	462,879	430,663	(32,216)
Phone and vending	41,300	41,300	34,200	(7,100)
Election reimbursement	2,200	2,200	5,393	3,193
Prosecuting attorney	2,674	1,000	487	(513)
	<u>1,129,534</u>	<u>1,127,860</u>	<u>1,261,889</u>	<u>134,029</u>
Other				
Interest	20,108	20,108	22,134	2,026
Miscellaneous	6,511	8,185	20,836	12,651
	<u>26,619</u>	<u>28,293</u>	<u>42,970</u>	<u>14,677</u>
TOTAL RECEIPTS	<u>4,117,388</u>	<u>4,120,888</u>	<u>4,361,468</u>	<u>240,580</u>

LACLEDE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – GENERAL FUND – CASH BASIS (CONTINUED)
 Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
DISBURSEMENTS				
Current				
General Government				
University extension	45,308	45,308	45,308	-
Collector of revenue	103,422	103,422	98,913	4,509
Treasurer	58,752	58,752	58,743	9
Recorder of deeds	112,104	112,104	110,553	1,551
County commission	112,833	112,833	112,727	106
Employee fringe benefits	615,440	615,440	240,946	374,494
Purchasing	10,000	10,000	9,375	625
Postage	57,439	57,439	57,439	-
County clerk	160,248	160,248	154,002	6,246
Insurance	95,000	95,000	79,847	15,153
Surveyor	8,000	8,000	8,000	-
Custodian	909,500	909,500	763,199	146,301
	<u>2,288,046</u>	<u>2,288,046</u>	<u>1,739,052</u>	<u>548,994</u>
Judicial				
Court	264,243	264,243	92,468	171,775
Circuit clerk	54,813	54,813	53,580	1,233
Coroner	24,250	24,250	22,133	2,117
Public administrator	100,893	100,893	98,225	2,668
Prosecuting attorney	329,876	329,876	291,915	37,961
	<u>774,075</u>	<u>774,075</u>	<u>558,321</u>	<u>215,754</u>
Public Safety				
Sheriff	766,602	766,602	752,841	13,761
Jail	814,532	814,532	739,749	74,783
Emergency management	116,773	120,273	120,273	-
	<u>1,697,907</u>	<u>1,701,407</u>	<u>1,612,863</u>	<u>88,544</u>
Other				
	<u>558,938</u>	<u>558,938</u>	<u>168,025</u>	<u>390,913</u>
TOTAL DISBURSEMENTS	<u>5,318,966</u>	<u>5,322,466</u>	<u>4,078,261</u>	<u>1,244,205</u>
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	(1,201,578)	(1,201,578)	283,207	1,484,785
OTHER FINANCING SOURCES (USES)				
Operating transfers in	639,826	639,826	638,626	(1,200)
Operating transfers (out)	(400,000)	(400,000)	(583,359)	(183,359)
TOTAL OTHER FINANCING SOURCES (USES)	<u>239,826</u>	<u>239,826</u>	<u>55,267</u>	<u>(184,559)</u>
EXCESS (DEFICIT) OF RECEIPTS AND OTHER SOURCES OVER DISBURSEMENTS AND OTHER (USES)	(961,752)	(961,752)	338,474	1,300,226
FUND BALANCE, January 1	<u>1,855,601</u>	<u>1,855,601</u>	<u>1,855,601</u>	<u>-</u>
FUND BALANCE, December 31	<u>\$ 893,849</u>	<u>\$ 893,849</u>	<u>\$ 2,194,075</u>	<u>\$ 1,300,226</u>

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

	Original Budget	Final Budget	Actual	Variance With Final Budget
RECEIPTS				
Taxes	\$ 787,510	\$ 787,510	\$ 798,987	\$ 11,477
Intergovernmental receipts	409,381	409,381	317,893	(91,488)
Interest	3,100	3,100	2,642	(458)
Other receipts	1,000	1,000	10,524	9,524
TOTAL RECEIPTS	<u>1,200,991</u>	<u>1,200,991</u>	<u>1,130,046</u>	<u>(70,945)</u>
DISBURSEMENTS				
Highways and roads	<u>2,531,553</u>	<u>2,531,553</u>	<u>2,157,246</u>	<u>374,307</u>
TOTAL DISBURSEMENTS	<u>2,531,553</u>	<u>2,531,553</u>	<u>2,157,246</u>	<u>374,307</u>
(DEFICIT) OF RECEIPTS OVER DISBURSEMENTS				
	(1,330,562)	(1,330,562)	(1,027,200)	303,362
OTHER FINANCING SOURCES (USES)				
Operating transfers in	1,150,000	1,150,000	1,135,000	(15,000)
Operating transfers (out)	<u>-</u>	<u>-</u>	<u>(86,399)</u>	<u>(86,399)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,150,000</u>	<u>1,150,000</u>	<u>1,048,601</u>	<u>(101,399)</u>
EXCESS (DEFICIT) OF RECEIPTS AND OTHER SOURCES OVER DISBURSEMENTS AND OTHER (USES)				
	(180,562)	(180,562)	21,401	201,963
FUND BALANCE, January 1	<u>298,267</u>	<u>298,267</u>	<u>298,267</u>	<u>-</u>
FUND BALANCE, December 31	<u><u>\$ 117,705</u></u>	<u><u>\$ 117,705</u></u>	<u><u>\$ 319,668</u></u>	<u><u>\$ 201,963</u></u>

LACLEDE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – ROAD AND BRIDGE FUND – CASH BASIS
 Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
RECEIPTS				
Taxes	\$ 784,163	\$ 784,163	\$ 788,574	\$ 4,411
Intergovernmental receipts	337,891	337,891	98,480	(239,411)
Charges for services	600	600	2,960	2,360
Interest	4,000	4,000	3,147	(853)
Other receipts	32,875	44,717	31,785	(12,932)
TOTAL RECEIPTS	1,159,529	1,171,371	924,946	(246,425)
DISBURSEMENTS				
Highways and roads	2,302,335	2,349,177	1,946,481	402,696
TOTAL DISBURSEMENTS	2,302,335	2,349,177	1,946,481	402,696
(DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	(1,142,806)	(1,177,806)	(1,021,535)	156,271
OTHER FINANCING SOURCES (USES)				
Loan proceeds	-	35,000	33,180	(1,820)
Operating transfers in	950,000	950,000	950,000	-
Operating transfers (out)	-	-	(79,323)	(79,323)
TOTAL OTHER FINANCING SOURCES (USES)	950,000	985,000	903,857	(81,143)
(DEFICIT) OF RECEIPTS AND OTHER SOURCES OVER DISBURSEMENTS AND OTHER (USES)	(192,806)	(192,806)	(117,678)	75,128
FUND BALANCE, January 1	415,945	415,945	415,945	-
FUND BALANCE, December 31	<u>\$ 223,139</u>	<u>\$ 223,139</u>	<u>\$ 298,267</u>	<u>\$ 75,128</u>

LACLEDE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – CAPITAL IMPROVEMENT FUND – CASH BASIS
 Year Ended December 31, 2012

	Original Budget	Final Budget	Actual	Variance With Final Budget
RECEIPTS				
Intergovernmental receipts	\$ 234,661	\$ 234,661	\$ 234,674	\$ 13
Interest	15,070	15,070	17,991	2,921
TOTAL RECEIPTS	249,731	249,731	252,665	2,934
DISBURSEMENTS				
Capital outlay	471,648	471,648	180,435	291,213
TOTAL DISBURSEMENTS	471,648	471,648	180,435	291,213
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS				
	(221,917)	(221,917)	72,230	294,147
OTHER FINANCING SOURCES				
Loan proceeds	135,000	135,000	133,010	(1,990)
Operating transfers in	160,000	160,000	160,000	-
TOTAL OTHER FINANCING SOURCES	295,000	295,000	293,010	(1,990)
EXCESS OF RECEIPTS AND OTHER SOURCES OVER DISBURSEMENTS				
	73,083	73,083	365,240	292,157
FUND BALANCE, January 1	1,741,043	1,741,043	1,741,043	-
FUND BALANCE, December 31	<u>\$ 1,814,126</u>	<u>\$ 1,814,126</u>	<u>\$ 2,106,283</u>	<u>\$ 292,157</u>

LACLEDE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – CAPITAL IMPROVEMENT FUND – CASH BASIS
 Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
RECEIPTS				
Intergovernmental receipts	\$ 207,551	\$ 207,551	\$ -	\$ (207,551)
Interest	20,250	20,250	19,839	(411)
TOTAL RECEIPTS	227,801	227,801	19,839	(207,962)
DISBURSEMENTS				
Capital outlay	416,148	416,148	416,148	-
TOTAL DISBURSEMENTS	416,148	416,148	416,148	-
(DEFICIT) OF RECEIPTS OVER DISBURSEMENTS				
	(188,347)	(188,347)	(396,309)	(207,962)
OTHER FINANCING SOURCES				
Loan proceeds	134,354	134,354	-	(134,354)
Operating transfers in	219,500	219,500	119,500	(100,000)
TOTAL OTHER FINANCING SOURCES (USES)	353,854	353,854	119,500	(234,354)
EXCESS (DEFICIT) OF RECEIPTS AND OTHER SOURCES OVER DISBURSEMENTS				
	165,507	165,507	(276,809)	(442,316)
FUND BALANCE, January 1	2,017,852	2,017,852	2,017,852	-
FUND BALANCE, December 31	\$ 2,183,359	\$ 2,183,359	\$ 1,741,043	\$ (442,316)

LACLEDE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – COUNTY DEVELOPMENT TAX FUND – CASH BASIS
 Year Ended December 31, 2012

	Original Budget	Final Budget	Actual	Variance With Final Budget
RECEIPTS				
Taxes	\$ 1,920,000	\$ 1,920,000	\$ 1,912,315	\$ (7,685)
Interest	15,000	15,000	16,400	1,400
TOTAL RECEIPTS	<u>1,935,000</u>	<u>1,935,000</u>	<u>1,928,715</u>	<u>(6,285)</u>
DISBURSEMENTS				
Intergovernmental agreements	748,403	748,403	331,574	416,829
TOTAL DISBURSEMENTS	<u>748,403</u>	<u>748,403</u>	<u>331,574</u>	<u>416,829</u>
EXCESS OF RECEIPTS OVER DISBURSEMENTS				
	1,186,597	1,186,597	1,597,141	410,544
OTHER FINANCING (USES)				
Operating transfers (out)	(1,632,000)	(1,632,000)	(1,489,040)	142,960
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS AND OTHER (USES)				
	(445,403)	(445,403)	108,101	553,504
FUND BALANCE, January 1	<u>1,397,684</u>	<u>1,397,684</u>	<u>1,397,684</u>	<u>-</u>
FUND BALANCE, December 31	<u>\$ 952,281</u>	<u>\$ 952,281</u>	<u>\$ 1,505,785</u>	<u>\$ 553,504</u>

LACLEDE COUNTY, MISSOURI
 BUDGETARY COMPARISON SCHEDULE – COUNTY DEVELOPMENT TAX FUND – MODIFIED
 CASH BASIS
 Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
RECEIPTS				
Taxes	\$ 1,800,000	\$ 1,800,000	\$ 1,926,615	\$ 126,615
Interest	12,000	12,000	15,100	3,100
TOTAL RECEIPTS	1,812,000	1,812,000	1,941,715	129,715
DISBURSEMENTS				
Intergovernmental agreements	1,148,315	1,148,315	338,391	809,924
TOTAL DISBURSEMENTS	1,148,315	1,148,315	338,391	809,924
EXCESS OF RECEIPTS OVER DISBURSEMENTS	663,685	663,685	1,603,324	939,639
OTHER FINANCING SOURCES (USES)				
Operating transfers in	-	1,988	1,988	-
Operating transfers (out)	(1,305,000)	(1,305,000)	(1,305,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	(1,305,000)	(1,303,012)	(1,303,012)	-
EXCESS (DEFICIT) OF RECEIPTS AND OTHER SOURCES OVER DISBURSEMENTS AND OTHER (USES)	(641,315)	(639,327)	300,312	939,639
FUND BALANCE, January 1	1,097,372	1,097,372	1,097,372	-
FUND BALANCE, December 31	\$ 456,057	\$ 458,045	\$ 1,397,684	\$ 939,639

LACLEDE COUNTY, MISSOURI
NOTE TO BUDGETARY COMPARISON SCHEDULES
Years Ended December 31, 2012 and 2011

Budgets and Budgetary Accounting

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

- 1) In accordance with Chapter 50, RSMo, the County adopts a budget for each fund.
- 2) Prior to January 15, the County Clerk, who serves as the Budget Officer, submits to the Commission a proposed budget for the fiscal year beginning on 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) Prior to February 1, 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 cash basis (budget basis), recognizing receipts when collected and disbursements when paid.

OTHER FINANCIAL INFORMATION

LACLEDE COUNTY, MISSOURI
 COMBINING STATEMENT OF ASSETS AND FUND BALANCES – NON-MAJOR SPECIAL REVENUE FUNDS – CASH BASIS
 December 31, 2012

	Assessment Fund	Law Enforcement Training Fund	Prosecuting Attorney Training Fund	Prosecuting Attorney Delinquent Tax Fund	Prosecuting Attorney Bad Check Fund	Sheriff Discretionary Fund	E-911 Fund	CDBG Fund	Law Enforcement Sales Tax Fund	Tax Maintenance Fund
ASSETS										
Cash and cash equivalents	\$ 477,352	\$ 7,456	\$ 2,548	\$ 22,369	\$ 231,622	\$ 21,984	\$ 355,023	\$ -	\$ 135,819	\$ 88,099
TOTAL ASSETS	<u>\$ 477,352</u>	<u>\$ 7,456</u>	<u>\$ 2,548</u>	<u>\$ 22,369</u>	<u>\$ 231,622</u>	<u>\$ 21,984</u>	<u>\$ 355,023</u>	<u>\$ -</u>	<u>\$ 135,819</u>	<u>\$ 88,099</u>
FUND BALANCES										
Restricted for:										
Recorder	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Prosecuting attorney	-	-	2,548	22,369	231,622	-	-	-	-	-
Sheriff	-	7,456	-	-	-	21,984	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	135,819	-
Tax maintenance	-	-	-	-	-	-	-	-	-	88,099
Assigned to:										
E-911	-	-	-	-	-	-	355,023	-	-	-
Assessment	477,352	-	-	-	-	-	-	-	-	-
Elections	-	-	-	-	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>\$ 477,352</u>	<u>\$ 7,456</u>	<u>\$ 2,548</u>	<u>\$ 22,369</u>	<u>\$ 231,622</u>	<u>\$ 21,984</u>	<u>\$ 355,023</u>	<u>\$ -</u>	<u>\$ 135,819</u>	<u>\$ 88,099</u>

LACLEDE COUNTY, MISSOURI
 COMBINING STATEMENT OF ASSETS AND FUND BALANCES – NON-MAJOR SPECIAL REVENUE FUNDS – CASH BASIS
 (CONTINUED)
 December 31, 2012

	<u>Election Services Fund</u>	<u>Recorder's Fund</u>	<u>Recorder Technology Fund</u>	<u>Shelter Abuse Fund</u>	<u>Sheriff Revolving Fund</u>	<u>Deputy Sheriff Salary Fund</u>	<u>Peace Officer Training Fund</u>	<u>Total</u>
ASSETS								
Cash and cash equivalents	\$ 35,796	\$ 31,820	\$ 54,261	\$ 1,001	\$ 63,207	\$ 7,863	\$ 498	\$ 1,536,718
TOTAL ASSETS	<u>\$ 35,796</u>	<u>\$ 31,820</u>	<u>\$ 54,261</u>	<u>\$ 1,001</u>	<u>\$ 63,207</u>	<u>\$ 7,863</u>	<u>\$ 498</u>	<u>\$ 1,536,718</u>
FUND BALANCES								
Restricted for:								
Recorder	\$ -	\$ 31,820	\$ 54,261	\$ -	\$ -	\$ -	\$ -	\$ 86,081
Prosecuting attorney	-	-	-	-	-	-	-	256,539
Sheriff	-	-	-	-	63,207	7,863	498	101,008
Public safety	-	-	-	1,001	-	-	-	136,820
Tax maintenance	-	-	-	-	-	-	-	88,099
Assigned to:								
E-911	-	-	-	-	-	-	-	355,023
Assessment	-	-	-	-	-	-	-	477,352
Elections	35,796	-	-	-	-	-	-	35,796
TOTAL FUND BALANCES	<u>\$ 35,796</u>	<u>\$ 31,820</u>	<u>\$ 54,261</u>	<u>\$ 1,001</u>	<u>\$ 63,207</u>	<u>\$ 7,863</u>	<u>\$ 498</u>	<u>\$ 1,536,718</u>

LACLEDE COUNTY, MISSOURI
 COMBINING STATEMENT OF ASSETS AND FUND BALANCES – NON-MAJOR SPECIAL REVENUE FUNDS – CASH BASIS
 December 31, 2011

	Assessment Fund	Law Enforcement Training Fund	Prosecuting Attorney Training Fund	Prosecuting Attorney Delinquent Tax Fund	Prosecuting Attorney Bad Check Fund	Sheriff Discretionary Fund	E-911 Fund	CDBG Fund	Law Enforcement Sales Tax Fund
ASSETS									
Cash and cash equivalents	\$ 432,889	\$ 6,836	\$ 1,098	\$ 21,957	\$ 224,713	\$ 44,930	\$ 400,248	\$ -	\$ 723,455
TOTAL ASSETS	\$ 432,889	\$ 6,836	\$ 1,098	\$ 21,957	\$ 224,713	\$ 44,930	\$ 400,248	\$ -	\$ 723,455
FUND BALANCES									
Restricted for:									
Recorder	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Prosecuting attorney	-	-	1,098	21,957	224,713	-	-	-	-
Sheriff	-	6,836	-	-	-	44,930	-	-	-
Public safety	-	-	-	-	-	-	-	-	723,455
Tax maintenance	-	-	-	-	-	-	-	-	-
Assigned to:									
E-911	-	-	-	-	-	-	400,248	-	-
Assessment	432,889	-	-	-	-	-	-	-	-
Elections	-	-	-	-	-	-	-	-	-
TOTAL FUND BALANCES	\$ 432,889	\$ 6,836	\$ 1,098	\$ 21,957	\$ 224,713	\$ 44,930	\$ 400,248	\$ -	\$ 723,455

LACLEDE COUNTY, MISSOURI
 COMBINING STATEMENT OF ASSETS AND FUND BALANCES – NON-MAJOR SPECIAL REVENUE FUNDS – CASH BASIS
 (CONTINUED)
 December 31, 2011

	Tax Maintenance Fund	Election Services Fund	Recorder's Recorder's Fund	Recorder Technology Fund	Shelter Abuse Fund	Sheriff Revolving Fund	Peace Officer Training Fund	Total
ASSETS								
Cash and cash equivalents	\$ 81,976	\$ 20,597	\$ 18,458	\$ 9,776	\$ 2,624	\$ 46,835	\$ 488	\$ 2,036,880
TOTAL ASSETS	\$ 81,976	\$ 20,597	\$ 18,458	\$ 9,776	\$ 2,624	\$ 46,835	\$ 488	\$ 2,036,880
FUND BALANCES								
Restricted for:								
Recorder	\$ -	\$ -	\$ 18,458	\$ 9,776	\$ -	\$ -	\$ -	\$ 28,234
Prosecuting attorney	-	-	-	-	-	-	-	247,768
Sheriff	-	-	-	-	-	46,835	488	99,089
Public safety	-	-	-	-	2,624	-	-	726,079
Tax maintenance	81,976	-	-	-	-	-	-	81,976
Assigned to:								
E-911	-	-	-	-	-	-	-	400,248
Assessment	-	-	-	-	-	-	-	432,889
Elections	-	20,597	-	-	-	-	-	20,597
TOTAL FUND BALANCES	\$ 81,976	\$ 20,597	\$ 18,458	\$ 9,776	\$ 2,624	\$ 46,835	\$ 488	\$ 2,036,880

LACLEDE COUNTY, MISSOURI
 COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE – NON-MAJOR SPECIAL REVENUE
 FUNDS – CASH BASIS
 Year Ended December 31, 2012

	Assessment Fund	Law Enforcement Training Fund	Prosecuting Attorney Training Fund	Prosecuting Attorney Delinquent Tax Fund	Prosecuting Attorney Bad Check Fund	Sheriff Discretionary Fund	E-911 Fund	CDBG Fund	Law Enforcement Sales Tax Fund
RECEIPTS									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 383,640	\$ -	\$ -
Intergovernmental receipts	74,047	-	-	-	-	-	-	8,354	197,467
Fees and charges	286,143	7,505	1,895	400	19,414	43,694	-	-	-
Interest	6,400	87	15	212	2,165	324	3,802	-	4,218
Other receipts	90	-	-	-	-	-	22	-	-
TOTAL RECEIPTS	366,680	7,592	1,910	612	21,579	44,018	387,464	8,354	201,685
DISBURSEMENTS									
Current									
General government	301,507	-	-	-	-	-	-	-	-
Judicial	-	-	460	200	14,670	-	-	-	-
Public safety	-	6,972	-	-	-	44,229	391,956	-	-
Capital outlay	-	-	-	-	-	-	-	8,354	789,321
TOTAL DISBURSEMENTS	301,507	6,972	460	200	14,670	44,229	391,956	8,354	789,321
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	65,173	620	1,450	412	6,909	(211)	(4,492)	-	(587,636)
OTHER FINANCING SOURCES (USES)									
Operating transfers in (out)	(20,710)	-	-	-	-	(22,735)	(40,733)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(20,710)	-	-	-	-	(22,735)	(40,733)	-	-
EXCESS (DEFICIT) OF RECEIPTS AND OTHER SOURCES OVER DISBURSEMENTS AND OTHER (USES)	44,463	620	1,450	412	6,909	(22,946)	(45,225)	-	(587,636)
FUND BALANCE, January 1	432,889	6,836	1,098	21,957	224,713	44,930	400,248	-	723,455
FUND BALANCE, December 31	\$ 477,352	\$ 7,456	\$ 2,548	\$ 22,369	\$ 231,622	\$ 21,984	\$ 355,023	\$ -	\$ 135,819

LACLEDE COUNTY, MISSOURI
 COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE – NON-MAJOR SPECIAL REVENUE
 FUNDS – CASH BASIS (CONTINUED)
 Year Ended December 31, 2012

	Tax Maintenance Fund	Election Services Fund	Recorder's Fund	Recorder Technology Fund	Shelter Abuse Fund	Sheriff Revolving Fund	Deputy Sheriff Salary Fund	Peace Officer Training Fund	Total
RECEIPTS									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 383,640
Intergovernmental receipts	-	31,044	-	-	12,248	-	32,395	-	355,555
Fees and charges	37,208	10,899	13,495	55,692	-	32,731	-	3,486	512,562
Interest	878	277	230	467	77	531	23	10	19,716
Other receipts	-	-	-	-	-	-	-	-	112
TOTAL RECEIPTS	38,086	42,220	13,725	56,159	12,325	33,262	32,418	3,496	1,271,585
DISBURSEMENTS									
Current									
General government	29,563	27,021	363	11,674	-	-	-	-	370,128
Judicial	-	-	-	-	-	-	-	-	15,330
Public safety	-	-	-	-	13,948	6,890	37,290	3,486	504,771
Capital outlay	-	-	-	-	-	-	-	-	797,675
TOTAL DISBURSEMENTS	29,563	27,021	363	11,674	13,948	6,890	37,290	3,486	1,687,904
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	8,523	15,199	13,362	44,485	(1,623)	26,372	(4,872)	10	(416,319)
OTHER FINANCING SOURCES (USES)									
Operating transfers in (out)	(2,400)	-	-	-	-	(10,000)	12,735	-	(83,843)
TOTAL OTHER FINANCING SOURCES (USES)	(2,400)	-	-	-	-	(10,000)	12,735	-	(83,843)
EXCESS (DEFICIT) OF RECEIPTS AND OTHER SOURCES OVER DISBURSEMENTS AND OTHER (USES)	6,123	15,199	13,362	44,485	(1,623)	16,372	7,863	10	(500,162)
FUND BALANCE, January 1	81,976	20,597	18,458	9,776	2,624	46,835	-	488	2,036,880
FUND BALANCE, December 31	\$ 88,099	\$ 35,796	\$ 31,820	\$ 54,261	\$ 1,001	\$ 63,207	\$ 7,863	\$ 498	\$ 1,536,718

LACLEDE COUNTY, MISSOURI
 COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE – NON-MAJOR SPECIAL REVENUE
 FUNDS – CASH BASIS
 Year Ended December 31, 2011

	Assessment Fund	Law Enforcement Training Fund	Prosecuting Attorney Training Fund	Prosecuting Attorney Delinquent Tax Fund	Prosecuting Attorney Bad Check Fund	Sheriff Discretionary Fund	E-911 Fund	CDBG Fund	Law Enforcement Sales Tax Fund
RECEIPTS									
Taxes	\$ 20,514	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 394,908	\$ -	\$ -
Intergovernmental receipts	81,758	-	-	-	-	-	-	5,754	-
Fees and charges	266,796	6,185	1,572	1,636	17,573	46,152	-	-	-
Interest	5,326	67	10	205	2,217	453	4,084	-	9,760
Other receipts	7,286	-	-	-	-	-	47	-	-
TOTAL RECEIPTS	381,680	6,252	1,582	1,841	19,790	46,605	399,039	5,754	9,760
DISBURSEMENTS									
Current									
General government	291,521	-	-	-	-	-	-	-	-
Judicial	-	-	1,639	487	7,728	-	-	-	-
Public safety	-	9,804	-	-	-	43,298	375,071	-	-
Capital outlay	-	-	-	-	-	-	-	5,754	322,689
TOTAL DISBURSEMENTS	291,521	9,804	1,639	487	7,728	43,298	375,071	5,754	322,689
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	90,159	(3,552)	(57)	1,354	12,062	3,307	23,968	-	(312,929)
OTHER FINANCING (USES)									
Operating transfers (out)	(85,904)	-	-	-	(15,500)	(18,126)	(39,530)	-	-
TOTAL OTHER FINANCING (USES)	(85,904)	-	-	-	(15,500)	(18,126)	(39,530)	-	-
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS AND OTHER (USES)	4,255	(3,552)	(57)	1,354	(3,438)	(14,819)	(15,562)	-	(312,929)
FUND BALANCE, January 1	428,634	10,388	1,155	20,603	228,151	59,749	415,810	-	1,036,384
FUND BALANCE, December 31	\$ 432,889	\$ 6,836	\$ 1,098	\$ 21,957	\$ 224,713	\$ 44,930	\$ 400,248	\$ -	\$ 723,455

LACLEDE COUNTY, MISSOURI
 COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE – NON-MAJOR SPECIAL REVENUE
 FUNDS – CASH BASIS (CONTINUED)
 Year Ended December 31, 2011

	Tax Maintenance Fund	Election Services Fund	Recorder's Fund	Recorder Technology Fund	Shelter Abuse Fund	Sheriff Revolving Fund	Peace Officer Training Fund	Total
RECEIPTS								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 415,422
Intergovernmental receipts	-	9,894	-	-	14,799	-	-	112,205
Fees and charges	35,245	5,190	11,041	6,249	10,617	23,379	3,382	435,017
Interest	763	258	120	95	91	429	7	23,885
Other receipts	-	-	-	-	-	-	-	7,333
TOTAL RECEIPTS	36,008	15,342	11,161	6,344	25,507	23,808	3,389	993,862
DISBURSEMENTS								
Current								
General government	20,487	16,153	65	4,863	-	-	-	333,089
Judicial	-	-	-	-	-	5,342	-	15,196
Public safety	-	-	-	-	34,689	-	3,382	466,244
Capital outlay	-	-	-	-	-	-	-	328,443
TOTAL DISBURSEMENTS	20,487	16,153	65	4,863	34,689	5,342	3,382	1,142,972
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	15,521	(811)	11,096	1,481	(9,182)	18,466	7	(149,110)
OTHER FINANCING (USES)								
Operating transfers (out)	-	(1,988)	-	-	-	(10,000)	-	(171,048)
TOTAL OTHER FINANCING (USES)	-	(1,988)	-	-	-	(10,000)	-	(171,048)
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS AND OTHER (USES)	15,521	(2,799)	11,096	1,481	(9,182)	8,466	7	(320,158)
FUND BALANCE, January 1	66,455	23,396	7,362	8,295	11,806	38,369	481	2,357,038
FUND BALANCE, December 31	<u>\$ 81,976</u>	<u>\$ 20,597</u>	<u>\$ 18,458</u>	<u>\$ 9,776</u>	<u>\$ 2,624</u>	<u>\$ 46,835</u>	<u>\$ 488</u>	<u>\$ 2,036,880</u>



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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***

Laclede County Commission
Laclede County
Lebanon, 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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Laclede County, Missouri, as of and for the years ended December 31, 2012 and 2011, and the related notes to the financial statements, which collectively comprise Laclede County, Missouri's basic financial statements and have issued our report thereon dated August 12, 2013.

Internal Control over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or, significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses.

Laclede County Commission
Laclede County
Lebanon, Missouri

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. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses. They are identified as items 12-1 and 12-2.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Laclede 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*.

Laclede County, Missouri's Response to the Findings and Other Matters

The County's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The County's response was not subject to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

We noted certain other matters that we have reported to management of the County in a separate letter dated August 12, 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 Laclede County, Missouri'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.

Davis, Lynn & Moots, PC

DAVIS, LYNN & MOOTS, P.C.
August 12, 2013



DAVIS, LYNN &
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**INDEPENDENT AUDITORS' REPORT
ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

Laclede County Commission
Laclede County
Lebanon, Missouri

Report on Compliance for Each Major Federal Program

We have audited Laclede 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 Laclede County, Missouri's major federal programs for the years ended December 31, 2012 and 2011. Laclede 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 Laclede 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 Laclede 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 Laclede County, Missouri's compliance.

Opinion on Each Major Federal Program

In our opinion, Laclede 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 years ended December 31, 2012 and 2011.

Report on Internal Control Over Compliance

Management of Laclede 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 Laclede County, Missouri's internal control over compliance with types of requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with 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 of a federal program that is less severe than a material weakness in internal control, 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.

Laclede County Commission
Laclede County
Lebanon, Missouri

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

DAVIS, LYNN & MOOTS, P.C.
August 12, 2013

LACLEDE COUNTY, MISSOURI
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Years Ended December 31, 2012 and 2011

Federal Grantor Pass Through Grantor/ Program Title	Federal CFDA Number	Pass-through Grantor's Number	Federal Expenditures Year Ended December 31,	
			2011	2012
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
Missouri Office of Administration				
Schools and Roads - Grants to States	10.665	N/A	\$ 144,755	\$ 150,659
TOTAL U.S. DEPARTMENT OF AGRICULTURE			144,755	150,659
<u>U.S. DEPARTMENT OF COMMERCE</u>				
Missouri Office of Homeland Security				
Public Safety Interoperable Communications Grant Program	11.555	2007G5-H7-0001-4613	-	197,467
TOTAL U.S. DEPARTMENT OF COMMERCE			-	197,467
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>				
Missouri Department of Transportation				
Highway Planning and Construction	20.205	BRO-B053(10)	37,146	265,492
University of Central Missouri				
Alcohol Impaired Driving Countermeasures Incentive Grant	20.601	SAF006	36	-
TOTAL U.S. DEPARTMENT OF TRANSPORTATION			37,182	265,492
<u>GENERAL SERVICES ADMINISTRATION</u>				
Missouri Office of the Secretary of State				
Federal Voting Equipment Maintenance and Security Grant	39.011	N/A	8,180	5,694
State Office of Administration				
Surplus Property	39.003	N/A	10,000	4,098
TOTAL GENERAL SERVICES ADMINISTRATION			18,180	9,792
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>				
Missouri Department of Economic Development				
Community Development Block Grant	14.228	2008-DI-62	5,754	15,854
Missouri Department of Social Services				
Emergency Shelter Grant	14.231	ERO1642027	2,691	-
ARRA - Homelessness Prevention and				
Rapid Re-Housing Program, Recovery Act	14.257	ER16410056A	13,095	-
TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			21,540	15,854
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>				
State Emergency Management Agency				
Public Assistance Grant	97.036	FEMA-1961-DR-MO	19,908	-
Missouri Department of Public Safety				
Emergency Management Performance Grant	97.042	N/A	50,257	45,854
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY			70,165	45,854

LACLEDE COUNTY, MISSOURI
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
 Years Ended December 31, 2012 and 2011

Federal Grantor Pass Through Grantor/ Program Title	Federal CFDA Number	Pass-through Grantor's Number	Federal Expenditures Year Ended December 31,	
			2011	2012
<u>ELECTION ASSISTANCE COMMISSION</u>				
Missouri Office of the Secretary of State				
Help America Vote Act	90.401	N/A	1,033	595
TOTAL ELECTION ASSISTANCE COMMISSION			1,033	595
<u>U.S. DEPARTMENT OF THE INTERIOR</u>				
Direct				
Payment in Lieu of Taxes	15.226	N/A	34,243	35,968
TOTAL U.S. DEPARTMENT OF THE INTERIOR			34,243	35,968
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 327,098	\$ 721,681

N/A - Not Applicable

NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

The Schedule of Expenditures of Federal Awards is presented using the cash basis of accounting, which is described in Note A to the County's financial statements.

LACLEDE COUNTY, MISSOURI
SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Years Ended December 31, 2012 and 2011

A. SUMMARY OF AUDIT RESULTS

1. The independent auditors' report expresses an unmodified opinion on the basic financial statements prepared on the cash basis of accounting.
2. Significant deficiencies disclosed during the audit of the financial statements are reported in the Independent Auditor's 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*. The deficiencies are reported as material weaknesses.
3. No instances of noncompliance material to the financial statements were disclosed during the audit.
4. No significant deficiencies were disclosed during the audit of the major federal award programs.
5. The auditors' report on compliance for the major federal award programs expresses an unmodified opinion.
6. There were no findings required to be reported in accordance with Section 510(a) of OMB Circular A-133.
7. The programs tested as major programs were:

Schools and Roads – Grants to States	10.665
Highway Planning and Construction	20.205
8. The threshold for determining Type A programs was \$300,000.
9. Laclede County, Missouri, was not determined to be a low-risk auditee.

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

MATERIAL WEAKNESSES

12-1 Segregation of Duties

Condition: Because of a limited number of available personnel, it is not always possible to adequately segregate certain incompatible duties so that no one employee has access to both physical assets and the related accounting records, or to all phases of a transaction.

Criteria: Duties should be segregated so that no one employee has access to both physical assets and the related accounting records, or to all phases of a transaction.

LACLEDE COUNTY, MISSOURI
SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Years Ended December 31, 2012 and 2011

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

Effect: Risk is present that errors or irregularities in amounts that would be material to the basic financial statements may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Recommendation: We realize that because of limited resources and personnel, management may not be able to achieve a proper segregation of duties; however, our professional standards require that we bring this lack of segregation of duties to your attention in this report.

Response: The limited number of available personnel prohibits segregation of incompatible duties.

12-2 Wire Transfers

Condition: the depository agreements with the County banking institutions do not address by who and to whom a wire transfer may be made. They also do not include special instructions for wire transfers.

Criteria: The County should have written and signed instructions with banking institutions requiring the approval of two authorized individuals before a wire transfer is made and by who and to whom a wire transfer may be made.

Effect: Risk is present that unauthorized wire transfers may be made.

Recommendation: the County should include in future depository agreements with its banking institutions, who is authorized to make wire transfers for the County, to whom wire transfers are allowed, and require two authorized signatures for approval.

Response: The County will update its depository agreements with its banking institutions to include who is authorized to make wire transfers for the County, to whom wire transfers are allowed, and require two authorized signatures for approval.

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

There were no findings or questioned costs for the major federal award programs.

LACLEDE COUNTY, MISSOURI
SCHEDULE OF PRIOR AUDIT FINDINGS
Years Ended December 31, 2012 and 2011

There were no prior audit findings.