

Christian County, Missouri

Basic Financial Statements

Year Ended December 31, 2021

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Christian County Commission
Christian County
Ozark, Missouri

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Christian County, Missouri, as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Christian County, Missouri, as of December 31, 2021, and the respective changes in financial position thereof for the year then ended in accordance with the basis of accounting described in Note 1.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Christian County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis of Accounting

As described in Note 1 of the financial statements, the financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

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Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying combining nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information. The other information comprises the budgetary comparison schedules but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 18, 2022, on our consideration of Christian 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Christian County, Missouri's internal control over financial reporting and compliance.

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
May 18, 2022

Christian County

Statement of Net Position – Modified Cash Basis

December 31, 2021

	Governmental Activities
Assets	
Cash - unrestricted	\$ 15,795,302
Cash - restricted	<u>18,237,712</u>
Total Assets	<u><u>\$ 34,033,014</u></u>
Net Position	
Unrestricted	\$ 15,795,302
Restricted	<u>18,237,712</u>
Total Net Position	<u><u>\$ 34,033,014</u></u>

See accompanying notes to the financial statements.

Christian County

Statement of Activities – Modified Cash Basis

Year Ended December 31, 2021

Functions/Programs	<u>Disbursements</u>	<u>Program Receipts</u>			Net (Disbursements) Receipts and Changes in Net Position
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Total Governmental Activities</u>
Governmental Activities					
General government	\$ (9,189,720)	\$ 3,671,374	\$ 131,837	\$ -	\$ (5,386,509)
Judicial	(2,233,333)	422,583	213,230	-	(1,597,520)
Public safety	(6,571,763)	1,801,043	417,007	8,690,432	4,336,719
Public works	(111,250)	13,487	-	-	(97,763)
Highway and roads	(5,513,387)	-	22,726	566,856	(4,923,805)
Debt service	(692,588)	-	-	-	(692,588)
Total Governmental Activities	<u>\$ (24,312,041)</u>	<u>\$ 5,908,487</u>	<u>\$ 784,800</u>	<u>\$ 9,257,288</u>	<u>(8,361,466)</u>
		General Receipts			
					1,158,235
					16,066,286
					1,658,097
					55,294
					203,857
					111,979
					127,311
					<u>19,381,059</u>
					Total General Receipts
					11,019,593
					<i>Increase in Net Position</i>
					23,013,421
					Net Position, Beginning of year
					<u>\$ 34,033,014</u>
					Net Position, End of year

See accompanying notes to the financial statements.

Christian County

Balance Sheet – Governmental Funds – Modified Cash Basis

December 31, 2021

	Special Revenue Funds						
	General	Common	Common	Law	Law Enforcement	Assessment	
	Fund	Road I Fund	Road II Fund	Enforcement Fund	Sales Tax Fund	Bridge Fund	Fund
Assets							
Cash - unrestricted	\$ 7,662,901	\$ -	\$ -	\$ 5,527,390	\$ -	\$ -	\$ 1,529,727
Cash - restricted	-	2,197,404	1,519,855	-	182,919	1,220,020	-
Total Assets	<u>\$ 7,662,901</u>	<u>\$ 2,197,404</u>	<u>\$ 1,519,855</u>	<u>\$ 5,527,390</u>	<u>\$ 182,919</u>	<u>\$ 1,220,020</u>	<u>\$ 1,529,727</u>
Fund Balances							
Fund Balances							
Restricted for							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ 182,919	\$ -	\$ -
Debt service	-	-	-	-	-	-	-
Elections	-	-	-	-	-	-	-
Roads and bridges	-	2,197,404	1,519,855	-	-	1,220,020	-
Prosecuting attorney	-	-	-	-	-	-	-
Recorder's technology	-	-	-	-	-	-	-
Record retention	-	-	-	-	-	-	-
Tax maintenance	-	-	-	-	-	-	-
ARPA grant fund	-	-	-	-	-	-	-
Capital improvements	-	-	-	-	-	-	-
Assigned to							
Elections	-	-	-	-	-	-	-
Building inspection	-	-	-	-	-	-	-
Law enforcement	-	-	-	5,527,390	-	-	-
Sheriff	-	-	-	-	-	-	-
Assessment	-	-	-	-	-	-	1,529,727
Unassigned	7,662,901	-	-	-	-	-	-
Total Fund Balances	<u>\$ 7,662,901</u>	<u>\$ 2,197,404</u>	<u>\$ 1,519,855</u>	<u>\$ 5,527,390</u>	<u>\$ 182,919</u>	<u>\$ 1,220,020</u>	<u>\$ 1,529,727</u>

See accompanying notes to the financial statements.

Christian County

Balance Sheet – Governmental Funds – Modified Cash Basis

December 31, 2021

	Special Revenue Funds				Nonmajor Governmental Funds	Total Governmental Funds
	Road and Bridge Sales Tax Fund	CART Fund	CARES Funds	ARPA Fund		
Assets						
Cash - unrestricted	\$ -	\$ -	\$ -	\$ -	\$ 1,075,284	\$ 15,795,302
Cash - restricted	2,593,357	730	-	8,494,412	2,029,015	18,237,712
Total Assets	<u>\$ 2,593,357</u>	<u>\$ 730</u>	<u>\$ -</u>	<u>\$ 8,494,412</u>	<u>\$ 3,104,299</u>	<u>\$ 34,033,014</u>
Fund Balances						
Fund Balances						
Restricted for						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ 382,568	\$ 565,487
Debt service	-	-	-	-	81,748	81,748
Elections	-	-	-	-	11,764	11,764
Roads and bridges	2,593,357	730	-	-	-	7,531,366
Prosecuting attorney	-	-	-	-	52,629	52,629
Recorder's technology	-	-	-	-	499,395	499,395
Record retention	-	-	-	-	133,820	133,820
Tax maintenance	-	-	-	-	154,344	154,344
ARPA grant funds	-	-	-	8,494,412	-	8,494,412
Capital improvements	-	-	-	-	712,747	712,747
Assigned to						
Elections	-	-	-	-	59,574	59,574
Building inspection	-	-	-	-	706,497	706,497
Law enforcement	-	-	-	-	-	5,527,390
Sheriff	-	-	-	-	309,213	309,213
Assessment	-	-	-	-	-	1,529,727
Unassigned	-	-	-	-	-	7,662,901
Total Fund Balances	<u>\$ 2,593,357</u>	<u>\$ 730</u>	<u>\$ -</u>	<u>\$ 8,494,412</u>	<u>\$ 3,104,299</u>	<u>\$ 34,033,014</u>

See accompanying notes to the financial statements.

Christian County

Statement of Receipts, Disbursements, and Changes in Fund Balance – Governmental Funds – Modified Cash Basis

Year Ended December 31, 2021

	Special Revenue Funds						
	General Fund	Common Road I Fund	Common Road II Fund	Law Enforcement Fund	Law Enforcement Sales Tax Fund	Bridge Fund	Assessment Fund
Receipts							
Taxes	\$ 6,481,247	\$ 147,704	\$ 8,613	\$ 2,647,817	\$ 2,827,201	\$ -	\$ -
Collector's commission	1,118,797	-	-	-	-	-	-
Intergovernmental receipts	247,988	136,534	142,079	157,037	257,063	-	136,759
Fees and charges	837,339	-	-	1,615,574	-	-	884,545
Other	43,087	31,285	5,974	11,191	833	3,468	11,798
Total Receipts	8,728,458	315,523	156,666	4,431,619	3,085,097	3,468	1,033,102
Disbursements							
General government	6,509,782	-	-	-	-	-	1,145,493
Judicial	1,867,418	-	-	-	-	-	-
Public safety	146,057	-	-	4,366,266	769,172	-	-
Public works	111,250	-	-	-	-	-	-
Highway and roads	-	2,498,977	2,162,357	-	-	88,734	-
Debt service	-	-	-	-	-	-	-
Total Disbursements	8,634,507	2,498,977	2,162,357	4,366,266	769,172	88,734	1,145,493
<i>Excess (Deficit) of Receipts Over Disbursements</i>	93,951	(2,183,454)	(2,005,691)	65,353	2,315,925	(85,266)	(112,391)
Other Financing Sources (Uses)							
Operating transfers in (out)	893,708	2,348,607	2,283,911	2,235,176	(2,265,761)	249,082	-
Total Other Financing Sources (Uses)	893,708	2,348,607	2,283,911	2,235,176	(2,265,761)	249,082	-
<i>Excess (Deficit) of Receipts and Other Sources Over Disbursements and Other (Uses)</i>	987,659	165,153	278,220	2,300,529	50,164	163,816	(112,391)
Fund Balance, January 1	6,675,242	2,032,251	1,241,635	3,226,861	132,755	1,056,204	1,642,118
Fund Balance, December 31	\$ 7,662,901	\$ 2,197,404	\$ 1,519,855	\$ 5,527,390	\$ 182,919	\$ 1,220,020	\$ 1,529,727

See accompanying notes to the financial statements.

Christian County

Statement of Receipts, Disbursements, and Changes in Fund Balance – Governmental Funds – Modified Cash Basis

Year Ended December 31, 2021

	Special Revenue Funds				Nonmajor Governmental Funds	Total Governmental Funds
	Road & Bridge Sales Tax Fund	CART Fund	CARES Fund	ARPA Fund		
Receipts						
Taxes	\$ 5,295,635	\$ 1,658,097	\$ -	\$ -	\$ 75,453	\$ 19,141,767
Collector's commission	-	-	-	-	-	1,118,797
Intergovernmental receipts	310,969	-	52,227	8,604,270	184,441	10,229,367
Fees and charges	-	-	-	-	1,323,914	4,661,372
Other	9,724	348	8,557	12,725	41,341	180,331
Total Receipts	5,616,328	1,658,445	60,784	8,616,995	1,625,149	35,331,634
Disbursements						
General government	-	-	539,713	116,918	877,814	9,189,720
Judicial	-	-	-	-	365,915	2,233,333
Public safety	-	-	1,139,667	-	150,601	6,571,763
Public works	-	-	-	-	-	111,250
Highway and roads	309,995	453,324	-	-	-	5,513,387
Debt service	-	-	-	-	692,588	692,588
Total Disbursements	309,995	453,324	1,679,380	116,918	2,086,918	24,312,041
<i>Excess (Deficit) of Receipts Over Disbursements</i>	5,306,333	1,205,121	(1,618,596)	8,500,077	(461,769)	11,019,593
Other Financing Sources (Uses)						
Operating transfers in (out)	(4,176,458)	(1,205,140)	(1,686,104)	(5,665)	1,328,644	-
Total Other Financing Sources (Uses)	(4,176,458)	(1,205,140)	(1,686,104)	(5,665)	1,328,644	-
<i>Excess (Deficit) of Receipts and Other Sources Over Disbursements and Other (Uses)</i>	1,129,875	(19)	(3,304,700)	8,494,412	866,875	11,019,593
Fund Balance, January 1	1,463,482	749	3,304,700	-	2,237,424	23,013,421
Fund Balance, December 31	\$ 2,593,357	\$ 730	\$ -	\$ 8,494,412	\$ 3,104,299	\$ 34,033,014

See accompanying notes to the financial statements.

Christian County

Statement of Net Position – Custodial Funds – Modified Cash Basis

December 31, 2021

	<u>Custodial Fund</u>
Assets	
Cash and cash equivalents	\$ 74,044,514
Investments	42,120
Total Assets	<u>\$ 74,086,634</u>
Liabilities	
Due to others	\$ 1,092,315
Due to other governments	72,994,319
Total Liabilities	<u>\$ 74,086,634</u>
Net Position	
Unrestricted	-
Total Net Position	<u>\$ -</u>

See accompanying notes to the financial statements.

Christian County

Statement of Changes in Net Position – Custodial Funds – Modified Cash Basis

December 31, 2021

	Custodial Funds
Additions	
Taxes collected for other governments	\$ 116,325,367
Fees	4,797,657
Interest	27,725
Other	702,006
Total Receipts	<u>121,852,755</u>
Deductions	
Distributions	
Taxes distributed to other governments	117,613,713
Other distributions	4,239,042
Total Disbursements	<u>121,852,755</u>
<i>Excess of Additions Over Deductions</i>	-
Net Position, beginning of year	-
Net Position, end of year	<u><u>\$ -</u></u>

See accompanying notes to the financial statements.

Christian County

Notes to the Financial Statements

December 31, 2021

1. Summary of Significant Accounting Policies

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

The accounting methods and procedures adopted by Christian County, Missouri, conform to the modified cash basis of accounting as applied to governmental entities. The following is a summary of the more significant policies.

Financial Reporting Entity

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

Government-Wide Financial Statements

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

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

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

Fund Financial Statements

Separate fund financial statements report information on the County's governmental funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining funds are aggregated and reported as nonmajor funds in their respective categories.

The County reports the following major governmental funds:

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

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

Christian County

Notes to the Financial Statements

December 31, 2021

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

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

Law Enforcement Sales Tax Fund: The Law Enforcement Sales Tax Fund of the County is used to account for the receipts and disbursements of the law enforcement sales tax.

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

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

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

County Aid Road Trust (CART) Fund: The CART Fund is used to account for motor vehicle and gas sales tax restricted for road and bridge improvements.

Coronavirus Aid Relief (CARES) Fund: The CARES Fund is used to account for COVID-19 relief funds provided by the Treasury Department for navigating the impact of the COVID-19 outbreak.

American Rescue Plan (ARPA) Fund: The APRA fund is used to account for COVID-19 relief funds provided to address rescue efforts and lead recovery.

The County also reports the following fund types:

Custodial Fund: Custodial funds are used to account for resources held by the County as an agent for individuals, private organizations, or other governmental units.

Basis of Accounting

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

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

Christian County

Notes to the Financial Statements

December 31, 2021

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

Cash and Investments

The County pools cash and investment resources of various funds in the County Treasurer's office in order to facilitate the management of cash and investments. Cash applicable to a particular fund is readily identifiable. Some County offices also hold cash and investments in their own separate bank accounts as required by state statute. The balance in the pooled cash account is available to meet current operating requirements. Investments of the County are carried at cost and consist of Certificates of Deposit.

Compensated Absences

The County has a countywide policy on vacation and sick leave for all employees. Leave is taken at the discretion of each officeholder. The accumulated liability for compensated absences as of December 31, 2021, was \$244,690.

Fund Balance Classification

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

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

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

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

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

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

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

Christian County

Notes to the Financial Statements

December 31, 2021

Net Position

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

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

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

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

Pensions

Financial reporting information included in the notes to the financial statements pertaining to the County's participation in the State of Missouri County Employees' Retirement Fund (CERF) is prepared in accordance with the County's modified cash basis of accounting.

Financial reporting information included in the notes to the financial statements pertaining to the County's participation in the Missouri Local Government Employees' Retirement System (LAGERS) is prepared in accordance with the County's modified cash basis of accounting.

The financial statements were prepared using the modified cash basis of accounting. Therefore, member and employer contributions are recognized when paid and the County's net pension asset/liability, deferred outflows and inflows of resources related to pensions are not recorded in these financial statements.

2. Cash & Investments

The County maintains a cash and investment pool that is available for use by all funds. Each fund's portion of this pool is displayed on the statement of net position as "Cash and investments". In addition, investments are separately held by several of the County's funds. The County investments are stated at historical cost. State statutes require that County deposits be fully collateralized in the name of the County. As of December 31, 2021, all bank balances on deposit are entirely insured or collateralized with securities.

The County's investments at December 31, 2021, are as follows:

<u>Investment Type</u>	<u>Maturity</u>		
Custodial Funds			
Certificates of Deposit	1/22/2022	\$	15,461
Certificates of Deposit	1/4/2022		14,298
Certificates of Deposit	1/6/2022		12,361
		<u>\$</u>	<u>42,120</u>

Christian County

Notes to the Financial Statements

December 31, 2021

Certificates of Deposit

Certificates of Deposit are classified as investments but are considered deposits for custodial risk determination. State statutes require that the County's deposits be collateralized in the name of the County by the trust department of a bank that does not hold the collateralized deposits. As of December 31, 2021, all Certificates of Deposit are entirely insured or collateralized with securities.

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

3. Claims, Judgments, & 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, 2021, 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.

4. Pension Plan – CERF

State of Missouri County Employees' Retirement Fund

General Information about the Pension Plan

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

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

CERF was established by an act of the Missouri General Assembly effective August 28, 1994, and administered in accordance with RSMo. 50.1000 – 50.1300. As such, it is CERF's responsibility to administer the law in accordance

Christian County

Notes to the Financial Statements

December 31, 2021

expressed intent of the General Assembly. The plan as amended through November 1, 2010, is in a form acceptable under the Internal Revenue Code. The responsibility for the operations and administration of CERF is vested in the CERF Board of Directors consisting of eleven members. The Board of Directors has the authority to adopt rules and regulations for administering the system.

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

Benefits Provided. CERF provides retirement and death benefits to its members. All benefits vest after 8 years of creditable service. Employees who retire on or after age 62 are entitled to an allowance for life based on the form of payment selected. The normal form of payment is a single life annuity. Optional joint and survivor annuity and 10-year certain and life annuity payments are also offered to members in order to provide benefits to a named survivor annuitant after their death. Employees who have a minimum of 8 years of creditable service and who terminate employment after December 31, 1999 may retire with an early retirement benefit and receive a reduced allowance after attaining age 55. Benefit provisions are fixed by state statute and may be amended only by action of the Missouri Legislature.

Cost-of-Living Adjustments (COLA). Annual cost-of-living adjustments not to exceed 1% are provided for eligible retirees and survivor annuitants, up to a lifetime maximum of 50% and may be amended only by action of Missouri Legislature.

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

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

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

During 2021 and 2020 the County collected and remitted to CERF, employee contributions of \$318,518 and \$289,397, respectively, for the years then ended. The County's contributions to CERF were \$652,276 for the year ended December 31, 2021.

Christian County

Notes to the Financial Statements

December 31, 2021

5. Pension Plan – LAGERS

General Information about the Pension Plan

Plan Description. The County's defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The County participates in the Missouri Local Government Employees Retirement System (LAGERS). LAGERS is an agent multiple-employer, statewide public employee pension plan established in 1967 and administered in accordance with RSMo. 70.600-70.755. As such, it is LAGERS' responsibility to administer the law in accordance with the expressed intent of the General Assembly.

The plan is qualified under the Internal Revenue Code Section 401(a) and is tax exempt. The responsibility for the operations and administration of LAGERS is vested in the LAGERS Board of Trustees consisting of seven persons. LAGERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by accessing the LAGERS website at www.molagers.org.

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

2021 Valuation	
Benefit multiplier	1.60% for life
Final average salary	3 years
Member contributions	0%

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

Employees Covered by Benefit Terms. At June 30, 2021, the following employees were covered by the benefit terms:

	General	Police	Total
Inactive employees or beneficiaries currently receiving benefits	109	44	153
Inactive employees entitled to but not yet receiving benefits	84	89	173
Active employees	142	55	197
	<u>335</u>	<u>188</u>	<u>523</u>

Contributions. The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS using the individual entry-age actuarial method. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance an unfunded accrued liability. Full-time employees of the employer do not contribute to the pension plan. Employer contribution rates are 13.8% (General) and 9.8% (Police) of annual covered payroll.

Christian County

Notes to the Financial Statements

December 31, 2021

During the year ended December 31, 2021, the County made contributions of \$977,539.

6. Assessed Valuation, Tax Levy, & 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 2021 assessed valuation of the tangible taxable property and the tax levies per \$100 assessed valuation of that property were as follows:

Assessed Valuation

Real estate	\$ 1,216,248,450
Personal property	269,898,594
Railroad and utilities	40,621,893
	<u>\$ 1,526,768,937</u>

Tax Levy

County	\$.0576
Common Road I Fund	.0981
	<u>\$.1557</u>

The legal debt margin at December 31, 2021, is computed as follows:

Constitutional debt limit	\$ 152,676,894
General obligation bonds payable	-
	<u>\$ 152,676,894</u>

Under Article VI, Section 26(b) and (c), Missouri Constitution, the County, by a vote of its qualified electors voting therein, may incur an indebtedness for any purpose authorized by law of the County or by any general law of the State of Missouri.

The borrowings authorized by this section shall not exceed ten percent of the value of the taxable tangible property in the County.

7. Long-Term Debt

Lease Payable

On May 1, 2018, the County entered into a lease purchase agreement with AmeriCredit Financial Services, Inc. to finance the purchase of a 2019 Chevy Silverado. The agreement requires annual payments of \$9,854, which includes interest at 5.64%. In the event of default, Lessor may declare the lease immediately due and payable, retake possession of equipment or require return of equipment, and/or sell or sublease equipment and apply net proceeds to lease.

The County's lease purchase agreement provides for the cancellation of the lease at the County's option on the renewal dates each year per State statute, however the County does not foresee exercising its option to cancel.

Christian County

Notes to the Financial Statements

December 31, 2021

The following is a schedule of future lease payments under the lease (assuming noncancellation).

Year Ended December 31,	Principal	Interest	Total
2022	\$ 9,470	\$ 384	\$ 9,854
2023	1,631	12	1,643
	<u>\$ 11,101</u>	<u>\$ 396</u>	<u>\$ 11,497</u>

Special Obligation Bonds Payable

\$9,330,000 in Special Obligation Parks Building Bonds Series 2017; interest payable on April 1 and October 1 at rates ranging from 2.0% to 3.25%, principal retirements due annually on April 1 through 2037; collateralized by a mortgage lien on the project. Bonds maturing on April 1, 2026, and thereafter shall be subject to redemption in whole or part.

\$ 7,840,000

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

Year Ending December 31,	Principal	Interest	Total
2022	\$ 385,000	\$ 237,925	\$ 622,925
2023	400,000	226,150	626,150
2024	410,000	214,000	624,000
2025	425,000	201,475	626,475
2026	435,000	188,575	623,575
2027	450,000	175,300	625,300
2028	465,000	161,575	626,575
2029	475,000	147,475	622,475
2030	490,000	133,000	623,000
2031	505,000	118,075	623,075
2032	520,000	102,050	622,050
2033	540,000	84,825	624,825
2034	555,000	67,031	622,031
2035	575,000	48,669	623,669
2036	595,000	29,656	624,656
2037	615,000	9,994	624,994
	<u>\$ 7,840,000</u>	<u>\$ 2,145,775</u>	<u>\$ 9,985,775</u>

Christian County

Notes to the Financial Statements

December 31, 2021

Special Assessment Bonds

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

\$670,000 in special assessment bonds for River Downs West District improvements, principal payable annually along with interest at 3.75% \$ 469,060

Principal and interest payments are due as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 26,086	\$ 17,590	\$ 43,676
2023	27,064	16,612	43,676
2024	28,079	15,596	43,675
2025	29,132	14,544	43,676
2026	30,225	13,451	43,676
2027	31,358	12,318	43,676
2028	32,534	11,142	43,676
2029	33,754	9,922	43,676
2030	35,020	8,656	43,676
2031	36,333	7,343	43,676
2032	37,695	5,980	43,675
2033	39,109	4,567	43,676
2034	40,575	3,100	43,675
2035	42,096	1,580	43,676
	<u>\$ 469,060</u>	<u>\$ 142,401</u>	<u>\$ 611,461</u>

During the year ended December 31, 2016, the County issued Neighborhood Improvement bonds in the amount of \$348,235 to finance construction of road and street improvements in the Stone Hollow Neighborhood Improvement District. The bonds are to be repaid through the annual assessment tax on the residents of the District. Interest and principal payments are due July 1 of each year. The bonds bear interest at 2.99%.

\$348,235 in special assessment bonds for Stone Hollow Street District improvements, with interest at 2.99% \$ 250,729

Christian County

Notes to the Financial Statements

December 31, 2021

Principal and interest payments are due as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 16,715	\$ 7,497	\$ 24,212
2023	16,715	6,997	23,712
2024	16,715	6,497	23,212
2025	16,715	5,997	22,713
2026	16,715	5,498	22,213
2027	16,715	4,998	21,713
2028	16,715	4,498	21,213
2029	16,715	3,998	20,714
2030	16,715	3,499	20,214
2031	16,715	2,999	19,714
2032	16,715	2,499	19,214
2033	16,715	1,999	18,714
2034	16,715	1,499	18,215
2035	16,715	1,000	17,715
2036	16,715	557	17,272
	<u>\$ 250,729</u>	<u>\$ 60,031</u>	<u>\$ 310,760</u>

Compensated Absences Payable

Compensated absences payable consists of unused vacation time and accumulated comp time for employees and totaled \$244,690 as of December 31, 2021.

Changes in Long-Term Debt

The following table is a summary of the changes in the long-term debt for the year ended December 31, 2021:

	<u>Balance</u> <u>December 31,</u> <u>2020</u>	<u>New</u> <u>Obligations</u>	<u>Retired</u>	<u>Balance</u> <u>December 31,</u> <u>2021</u>	<u>Amounts</u> <u>due within</u> <u>one year</u>
2017 Special Obligation Bonds	\$ 8,215,000	\$ -	\$ 375,000	\$ 7,840,000	\$ 385,000
Special Assessment Bonds					
Riverdowns	494,204	-	25,144	469,060	26,086
Stone Hollow	267,445	-	16,716	250,729	16,715
Direct Borrowing					
2018 Chevrolet Tahoe's Lease	16,022	-	16,022	-	-
2019 Chevrolet Silverado	20,053	-	8,952	11,101	9,470
Compensated Absences	283,286	-	38,596	244,690	-
	<u>\$ 9,296,010</u>	<u>\$ -</u>	<u>\$ 480,430</u>	<u>\$ 8,815,580</u>	<u>\$ 437,271</u>

Christian County

Notes to the Financial Statements

December 31, 2021

8. Risk Management

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

9. Interfund Transfers

Interfund transfers for the year ended December 31, 2021, consisted of the following:

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.

	<u>Transfers In (Out)</u>
General Fund	\$ 893,708
Common Road I Fund	2,348,607
Common Road II Fund	2,283,911
Law Enforcement Fund	2,235,176
Law Enforcement Sales Tax Fund	(2,265,761)
Bridge Fund	249,082
Road and Bridge Sales Tax Fund	(4,176,458)
Cart Fund	(1,205,140)
CARES Fund	(1,686,104)
ARPA Fund	(5,665)
Nonmajor Governmental Funds	1,328,644
	<u>\$ -</u>

Other Information

Christian County

Budgetary Comparison Schedule – General Fund – Modified Cash Basis

Year Ended December 31, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Receipts				
Taxes				
County general sales tax	\$ 4,300,000	\$ 4,300,000	\$ 5,295,632	\$ 995,632
Franchise taxes	56,000	56,000	55,294	(706)
Payment in lieu of taxes	117,540	117,540	119,266	1,726
Property and surtaxes	873,250	873,250	1,011,055	137,805
	<u>5,346,790</u>	<u>5,346,790</u>	<u>6,481,247</u>	<u>1,134,457</u>
Collector's Commission				
Collection Commissions	975,000	975,000	1,118,797	143,797
Intergovernmental				
Federal	3,465,000	3,465,000	247,988	(3,217,012)
Fees and Charges				
Court	80,000	80,000	85,780	5,780
Public administration	25,000	25,000	36,051	11,051
County clerk	5,300	5,300	5,625	325
Recorder of deeds	450,000	450,000	568,313	118,313
Recycle	7,000	7,000	13,487	6,487
Election reimbursement	2,500	2,500	19,709	17,209
Planning and zoning	50,000	50,000	64,985	14,985
Other	550	550	43,389	42,839
	<u>620,350</u>	<u>620,350</u>	<u>837,339</u>	<u>216,989</u>
Other				
Interest	95,000	95,000	35,805	(59,195)
Miscellaneous	140,440	140,440	7,282	(133,158)
	<u>235,440</u>	<u>235,440</u>	<u>43,087</u>	<u>(192,353)</u>
Total Receipts	<u>10,642,580</u>	<u>10,642,580</u>	<u>8,728,458</u>	<u>(1,914,122)</u>

See accompanying notes to the Budgetary Comparison Schedules.

Christian County

Budgetary Comparison Schedule – General Fund – Modified Cash Basis

Year Ended December 31, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Disbursements				
Current				
General Government				
University extension	73,270	73,270	71,274	1,996
Collector of revenue	275,775	275,775	227,001	48,774
Treasurer	145,735	145,735	139,618	6,117
Recorder of deeds	248,147	248,147	223,928	24,219
County commission	423,975	380,420	357,199	23,221
Planning and zoning	321,962	314,062	257,749	56,313
County operations	5,228,760	5,828,760	2,587,190	3,241,570
Public administrator	182,688	182,688	177,995	4,693
Election and voter registration	160,655	160,655	135,663	24,992
County clerk	166,174	166,174	160,022	6,152
Auditor	198,805	198,805	162,072	36,733
Human resources	142,033	185,588	149,469	36,119
Campus security	1,072,855	1,072,855	938,209	134,646
Building and grounds	1,084,368	1,084,368	922,393	161,975
	<u>9,725,202</u>	<u>10,317,302</u>	<u>6,509,782</u>	<u>3,807,520</u>
Judicial				
Consolidated courts	278,601	264,101	200,054	64,047
Circuit court	167,018	181,518	172,992	8,526
Coroner	163,354	163,354	156,722	6,632
Juvenile	448,914	448,914	442,664	6,250
Prosecuting attorney	897,163	897,163	894,986	2,177
	<u>1,955,050</u>	<u>1,955,050</u>	<u>1,867,418</u>	<u>87,632</u>
Public Safety				
Emergency management	433,512	433,512	146,057	287,455
Public Works				
Recycling	103,867	111,767	111,250	517
Total Disbursements	<u>12,217,631</u>	<u>12,817,631</u>	<u>8,634,507</u>	<u>4,183,124</u>

See accompanying notes to the Budgetary Comparison Schedules.

Christian County

Budgetary Comparison Schedule – General Fund – Modified Cash Basis

Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance With Final Budget
<i>Excess (Deficit) of Receipts Over</i>	(1,575,051)	(2,175,051)	93,951	2,269,002
Other Financing Sources (Uses)				
Operating transfers in	-	600,000	1,730,158	1,130,158
Operating transfers (out)	(930,000)	(930,000)	(836,450)	93,550
Total Other Financing Sources (Uses)	(930,000)	(330,000)	893,708	1,223,708
<i>Excess (Deficit) of Receipts and Other Sources Over Disbursements and Other (Uses)</i>	(2,505,051)	(2,505,051)	987,659	3,492,710
Fund Balance, January 1	6,675,242	6,675,242	6,675,242	-
Fund Balance, December 31	\$ 4,170,191	\$ 4,170,191	\$ 7,662,901	\$ 3,492,710

See accompanying notes to the Budgetary Comparison Schedules.

Christian County

Budgetary Comparison Schedule – Common Road I Fund – Modified Cash Basis

Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance With Final Budget
Receipts				
Taxes				
Property taxes	\$ 115,000	\$ 115,000	\$ 147,152	\$ 32,152
Surtax	475	475	525	50
Sales tax	-	-	27	27
	<u>115,475</u>	<u>115,475</u>	<u>147,704</u>	<u>32,229</u>
Intergovernmental				
Federal	28,000	28,000	136,534	108,534
Other				
Interest	18,000	18,000	7,358	(10,642)
Miscellaneous	-	-	23,927	23,927
	<u>18,000</u>	<u>18,000</u>	<u>31,285</u>	<u>13,285</u>
Total Receipts	<u>161,475</u>	<u>161,475</u>	<u>315,523</u>	<u>154,048</u>
Disbursements				
Highway and Roads				
Wages				
Common road wages	587,650	587,650	549,360	38,290
Fringe benefits	271,480	271,480	226,497	44,983
	<u>859,130</u>	<u>859,130</u>	<u>775,857</u>	<u>83,273</u>
Capital Outlay				
Road signs	12,500	12,500	15,483	(2,983)
Equipment purchases	160,250	160,250	102,310	57,940
Buildings and land	25,000	25,000	13,813	11,187
	<u>197,750</u>	<u>197,750</u>	<u>131,606</u>	<u>66,144</u>

See accompanying notes to the Budgetary Comparison Schedules.

Christian County

Budgetary Comparison Schedule – Common Road I Fund – Modified Cash Basis

Year Ended December 31, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Repairs and Maintenance				
Equipment repair	93,000	93,000	70,249	22,751
Road maintenance and repair	1,250,000	1,250,000	1,299,504	(49,504)
Tire and tire repair	15,000	15,000	14,943	57
	<u>1,358,000</u>	<u>1,358,000</u>	<u>1,384,696</u>	<u>(26,696)</u>
Services				
Snow removal	55,000	55,000	17,768	37,232
Supplies				
Uniform	13,000	13,000	9,527	3,473
Shop	37,750	37,750	35,477	2,273
Phone/pagers	5,000	5,000	4,258	742
Fuel	90,000	90,000	86,596	3,404
	<u>145,750</u>	<u>145,750</u>	<u>135,858</u>	<u>9,892</u>
Insurance	46,000	46,000	45,243	757
Rent and utilities	9,000	9,000	7,949	1,051
Total Disbursements	<u>2,670,630</u>	<u>2,670,630</u>	<u>2,498,977</u>	<u>171,653</u>
<i>(Deficit) of Receipts Over Disbursements</i>	(2,509,155)	(2,509,155)	(2,183,454)	325,701
Other Financing Sources				
Operating transfers in	2,314,385	2,314,385	2,348,607	34,222
Total Other Financing Sources	<u>2,314,385</u>	<u>2,314,385</u>	<u>2,348,607</u>	<u>34,222</u>
<i>Excess (Deficit) of Receipts and Other Sources Over Disbursements</i>	(194,770)	(194,770)	165,153	359,923
Fund Balance, January 1	2,032,251	2,032,251	2,032,251	-
Fund Balance, December 31	<u><u>\$ 1,837,481</u></u>	<u><u>\$ 1,837,481</u></u>	<u><u>\$ 2,197,404</u></u>	<u><u>\$ 359,923</u></u>

See accompanying notes to the Budgetary Comparison Schedules.

Christian County

Budgetary Comparison Schedule – Common Road II Fund – Modified Cash Basis

Year Ended December 31, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Receipts				
Taxes				
Property tax	\$ 85	\$ 85	\$ -	\$ (85)
Surtax	7,900	7,900	8,613	713
	<u>7,985</u>	<u>7,985</u>	<u>8,613</u>	<u>628</u>
Intergovernmental				
Grants	-	-	142,079	142,079
Other				
Interest	13,000	13,000	4,432	(8,568)
Miscellaneous	-	-	1,542	1,542
	<u>13,000</u>	<u>13,000</u>	<u>5,974</u>	<u>(7,026)</u>
Total Receipts	<u>20,985</u>	<u>20,985</u>	<u>156,666</u>	<u>135,681</u>
Disbursements				
Highway and Roads				
Wages				
Common road wages	549,800	549,800	555,554	(5,754)
Fringe benefits	241,926	241,926	234,318	7,608
Capital Outlay				
Building and land	20,000	20,000	31,136	(11,136)
Equipment purchases	170,000	170,000	99,368	70,632
Small equipment purchases	1,500	1,500	-	1,500
	<u>191,500</u>	<u>191,500</u>	<u>130,504</u>	<u>60,996</u>

See accompanying notes to the Budgetary Comparison Schedules.

Christian County

Budgetary Comparison Schedule – Common Road II Fund – Modified Cash Basis

Year Ended December 31, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Services				
Snow removal	55,000	55,000	19,102	35,898
Repairs and Maintenance				
Equipment repair	80,000	80,000	74,508	5,492
Road maintenance and repair	1,100,000	1,100,000	949,131	150,869
Tire and tire repair	15,000	15,000	18,146	(3,146)
	<u>1,195,000</u>	<u>1,195,000</u>	<u>1,041,785</u>	<u>153,215</u>
Supplies				
Uniform	12,000	12,000	8,924	3,076
Shop	32,000	32,000	26,196	5,804
Road signs	15,000	15,000	9,352	5,648
Phone and pagers	3,500	3,500	2,584	916
Fuel	80,000	80,000	85,324	(5,324)
Miscellaneous	2,950	2,950	146	2,804
	<u>145,450</u>	<u>145,450</u>	<u>132,526</u>	<u>12,924</u>
Other				
Insurance	40,000	40,000	40,448	(448)
Rent and utilities	9,000	9,000	8,120	880
	<u>49,000</u>	<u>49,000</u>	<u>48,568</u>	<u>432</u>
Total Disbursements	<u>2,427,676</u>	<u>2,427,676</u>	<u>2,162,357</u>	<u>265,319</u>
<i>(Deficit) of Receipts Over Disbursements</i>	(2,406,691)	(2,406,691)	(2,005,691)	401,000
Other Financing Sources				
Operating transfers in	<u>2,288,545</u>	<u>2,288,545</u>	<u>2,283,911</u>	<u>(4,634)</u>
<i>Excess (Deficit) of Receipts and Other Sources Over Disbursements</i>	(118,146)	(118,146)	278,220	396,366
Fund Balance, January 1	1,241,635	1,241,635	1,241,635	-
Fund Balance, December 31	<u><u>\$ 1,123,489</u></u>	<u><u>\$ 1,123,489</u></u>	<u><u>\$ 1,519,855</u></u>	<u><u>\$ 396,366</u></u>

See accompanying notes to the Budgetary Comparison Schedules.

Christian County

Budgetary Comparison Schedule – Law Enforcement Fund – Modified Cash Basis

Year Ended December 31, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Receipts				
Taxes				
Sales tax	\$ 2,200,000	\$ 2,200,000	\$ 2,647,817	\$ 447,817
Intergovernmental				
Federal	125,000	125,000	97,634	(27,366)
State	80,000	80,000	59,403	(20,597)
	<u>205,000</u>	<u>205,000</u>	<u>157,037</u>	<u>(47,963)</u>
Fees and Charges				
Prisoner board	925,000	925,000	1,170,662	245,662
Prisoners - INS	250,000	250,000	79,400	(170,600)
Other	267,800	267,800	365,512	97,712
	<u>1,442,800</u>	<u>1,442,800</u>	<u>1,615,574</u>	<u>172,774</u>
Other				
Interest	10,000	10,000	11,191	1,191
Total Receipts	<u>3,857,800</u>	<u>3,857,800</u>	<u>4,431,619</u>	<u>573,819</u>
Disbursements				
Current				
Salaries				
Sheriff	75,240	75,240	75,240	-
COLE-other	3,155,000	3,155,000	1,557,448	1,597,552
	<u>3,230,240</u>	<u>3,230,240</u>	<u>1,632,688</u>	<u>1,597,552</u>
Employee fringe benefits	1,177,177	1,177,177	874,594	302,583
Insurance				
Liability	65,000	65,000	70,946	(5,946)
Vehicle	35,000	35,000	37,761	(2,761)
	<u>100,000</u>	<u>100,000</u>	<u>108,707</u>	<u>(8,707)</u>

See accompanying notes to the Budgetary Comparison Schedules.

Christian County

Budgetary Comparison Schedule – Law Enforcement Fund – Modified Cash Basis

Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance With Final Budget
Supplies				
Fuel	150,000	150,000	150,051	(51)
Inmate - medical	442,000	442,000	369,660	72,340
Jail supplies	20,000	20,000	22,012	(2,012)
Phone and pager	50,000	50,000	47,246	2,754
Prisoner food and board	275,000	275,000	176,358	98,642
Enforcement	30,000	30,000	20,741	9,259
Uniforms	40,000	40,000	24,333	15,667
Equipment	95,000	95,000	166,055	(71,055)
Other	119,000	119,000	32,797	86,203
	1,221,000	1,221,000	1,009,253	211,747
Capital Outlay				
Vehicles	400,000	400,000	350,047	49,953
Other				
Computer hardware/software	180,000	180,000	184,200	(4,200)
Investigative	-	-	28,263	(28,263)
Repairs and maintenance	180,000	180,000	103,315	76,685
Legal fees	20,000	20,000	2,500	17,500
Warrant, guard/transport	25,000	25,000	31,095	(6,095)
Miscellaneous	20,000	20,000	41,604	(21,604)
	425,000	425,000	390,977	34,023
Total Disbursements	6,553,417	6,553,417	4,366,266	2,187,151
<i>Excess (Deficit) of Receipts Over Disbursements</i>	(2,695,617)	(2,695,617)	65,353	2,760,970
Other Financing Sources (Uses)				
Operating transfers in	1,840,000	2,240,000	2,265,761	25,761
Operating transfers (out)	-	-	(30,585)	(30,585)
Total Other Financing Sources (Uses)	1,840,000	2,240,000	2,235,176	(4,824)
<i>Excess (Deficit) of Receipts and Other Sources Over Disbursements and other (uses)</i>	(855,617)	(455,617)	2,300,529	2,756,146
Fund Balance, January 1	3,226,861	3,226,861	3,226,861	-
Fund Balance, December 31	\$ 2,371,244	\$ 2,771,244	\$ 5,527,390	\$ 2,756,146

See accompanying notes to the Budgetary Comparison Schedules.

Christian County

Budgetary Comparison Schedule – Law Enforcement Sales Tax Fund – Modified Cash Basis

Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance With Final Budget
Receipts				
Taxes				
Sales tax	\$ 2,300,000	\$ 2,800,000	\$ 2,827,201	\$ 27,201
Intergovernmental	217,028	278,530	257,063	(21,467)
Interest	1,750	810	833	23
Total Receipts	2,518,778	3,079,340	3,085,097	5,757
Disbursements				
Current				
Salaries	513,000	543,000	541,664	1,336
Employee fringe benefits	173,250	179,995	165,957	14,038
Computer hardware	-	2,500	-	2,500
Computer software	25,000	25,000	41,940	(16,940)
Office	-	366	4,370	(4,004)
Other	19,350	51,750	15,241	36,509
Total Disbursements	730,600	802,611	769,172	15,374
<i>Excess of Receipts Over Disbursements</i>	1,788,178	2,276,729	2,315,925	39,196
Other Financing (Uses)				
Operating transfers (out)	-	(2,240,000)	(2,265,761)	(25,761)
<i>Excess of Receipts Over Disbursements and Other (Uses)</i>	1,788,178	36,729	50,164	13,435
Fund Balance, January 1	132,755	132,755	132,755	-
Fund Balance, December 31	\$ 1,920,933	\$ 169,484	\$ 182,919	\$ 13,435

See accompanying notes to the Budgetary Comparison Schedules.

Christian County

Budgetary Comparison Schedule – Bridge Fund – Modified Cash Basis

Year Ended December 31, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Receipts				
Intergovernmental	\$ 160,586	\$ 160,586	\$ -	\$ (160,586)
Interest	7,500	7,500	3,468	(4,032)
Total Receipts	<u>168,086</u>	<u>168,086</u>	<u>3,468</u>	<u>(164,618)</u>
Disbursements				
Roads and bridges	520,583	520,583	88,734	431,849
Total Disbursements	<u>520,583</u>	<u>520,583</u>	<u>88,734</u>	<u>431,849</u>
<i>(Deficit) of Receipts Over Disbursements</i>	(352,497)	(352,497)	(85,266)	267,231
Other Financing Sources				
Operating transfers in	233,000	233,000	249,082	16,082
<i>Excess (Deficit) of Receipts and Other Sources Over Disbursements</i>	(119,497)	(119,497)	163,816	283,313
Fund Balance, January 1	1,056,204	1,056,204	1,056,204	-
Fund Balance, December 31	<u><u>\$ 936,707</u></u>	<u><u>\$ 936,707</u></u>	<u><u>\$ 1,220,020</u></u>	<u><u>\$ 283,313</u></u>

See accompanying notes to the Budgetary Comparison Schedules.

Christian County

Budgetary Comparison Schedule – Assessment Fund – Modified Cash Basis

Year Ended December 31, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Receipts				
Intergovernmental				
State of Missouri	\$ 119,538	\$ 119,538	\$ 136,759	\$ 17,221
Fees and Charges				
Collector 1% withholding	750,000	750,000	874,245	124,245
Annual online fees	12,000	12,000	10,300	(1,700)
	<u>762,000</u>	<u>762,000</u>	<u>884,545</u>	<u>122,545</u>
Other				
Interest	15,000	15,000	6,977	(8,023)
Miscellaneous	2,000	2,000	-	(2,000)
Sale of maps	3,000	3,000	4,821	1,821
	<u>20,000</u>	<u>20,000</u>	<u>11,798</u>	<u>(8,202)</u>
Total Receipts	901,538	901,538	1,033,102	131,564
Disbursements				
Salaries				
Assessor	65,645	65,645	65,645	-
Assessor-other	490,195	490,195	413,475	76,720
	<u>555,840</u>	<u>555,840</u>	<u>479,120</u>	<u>76,720</u>
Employee Fringe Benefits				
Employer FICA and Medicare	42,525	42,525	34,849	7,676
Retirement	73,930	73,930	68,964	4,966
Insurance and unemployment	100,900	100,900	75,481	25,419
	<u>217,355</u>	<u>217,355</u>	<u>179,294</u>	<u>38,061</u>
Supplies				
Assessment supplies	18,000	18,000	9,466	8,534
Office supplies	40,000	40,000	24,041	15,959
	<u>58,000</u>	<u>58,000</u>	<u>33,507</u>	<u>24,493</u>

See accompanying notes to the Budgetary Comparison Schedules.

Christian County

Budgetary Comparison Schedule – Assessment Fund – Modified Cash Basis

Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance With Final Budget
Capital outlay				
Equipment	62,500	62,500	39,503	22,997
Building and improvements	15,000	15,000	167,642	(152,642)
Computer hardware	29,000	29,000	3,763	25,237
Computer software	65,000	65,000	140,117	(75,117)
	171,500	171,500	351,025	(179,525)
Repairs and maintenance	5,500	5,500	1,334	4,166
Telephone	2,800	2,800	2,137	663
Insurance	22,000	22,000	13,790	8,210
Other				
Contracts	250,000	250,000	55,751	194,249
Meetings	12,000	12,000	11,035	965
Mileage	11,000	11,000	4,046	6,954
Other	54,500	54,500	14,454	40,046
	327,500	327,500	85,286	242,214
Total Disbursements	1,360,495	1,360,495	1,145,493	215,002
<i>(Deficit) of Receipts Over Disbursements</i>	(458,957)	(458,957)	(112,391)	346,566
Other Financing Sources				
Operating transfers in	91,000	91,000	-	(91,000)
	91,000	91,000	-	(91,000)
<i>(Deficit) of Receipts and Other Sources Over Disbursements</i>	(367,957)	(367,957)	(112,391)	255,566
Fund Balance, January 1	1,642,118	1,642,118	1,642,118	-
Fund Balance, December 31	\$ 1,274,161	\$ 1,274,161	\$ 1,529,727	\$ 255,566

See accompanying notes to the Budgetary Comparison Schedules.

Christian County

Budgetary Comparison Schedule – Road and Bridge Sales Tax Fund – Modified Cash Basis

Year Ended December 31, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Receipts				
Taxes				
Sales tax	\$ 4,300,000	\$ 4,300,000	\$ 5,295,635	\$ 995,635
Intergovernmental				
State of Missouri	-	-	310,969	310,969
Other				
Interest	16,000	16,000	9,724	(6,276)
Total Receipts	<u>4,316,000</u>	<u>4,316,000</u>	<u>5,616,328</u>	<u>1,300,328</u>
Disbursements				
Roads and bridges	735,000	735,000	309,995	425,005
Total Disbursements	<u>735,000</u>	<u>735,000</u>	<u>309,995</u>	<u>425,005</u>
<i>Excess of Receipts Over Disbursements</i>	3,581,000	3,581,000	5,306,333	1,725,333
Other Financing (Uses)				
Operating transfers (out)	(4,200,000)	(4,200,000)	(4,176,458)	23,542
<i>Excess (Deficit) of Receipts Over Disbursements and Other (Uses)</i>	(619,000)	(619,000)	1,129,875	1,748,875
Fund Balance, January 1	1,463,482	1,463,482	1,463,482	-
Fund Balance, December 31	<u>\$ 844,482</u>	<u>\$ 844,482</u>	<u>\$ 2,593,357</u>	<u>\$ 1,748,875</u>

See accompanying notes to the Budgetary Comparison Schedules.

Christian County

Budgetary Comparison Schedule – CART Fund – Modified Cash Basis

Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance With Final Budget
Receipts				
Taxes	\$ 1,550,000	\$ 1,550,000	\$ 1,658,097	\$ 108,097
Interest	600	600	348	(252)
Total Receipts	1,550,600	1,550,600	1,658,445	107,845
Disbursements				
Roads and bridges	423,770	423,770	453,324	(29,554)
Total Disbursements	423,770	423,770	453,324	(29,554)
<i>Excess of Receipts Over Disbursements</i>	1,126,830	1,126,830	1,205,121	78,291
Other Financing (Uses)				
Operating transfers (out)	(1,126,230)	(1,126,230)	(1,205,140)	(78,910)
Total other Financing (Uses)	(1,126,230)	(1,126,230)	(1,205,140)	(78,910)
<i>Excess (Deficit) of Receipts Over Disbursements and Other (Uses)</i>	600	600	(19)	(619)
Fund Balance, January 1	749	749	749	-
Fund Balance, December 31	\$ 1,349	\$ 1,349	\$ 730	\$ (619)

See accompanying notes to the Budgetary Comparison Schedules.

Christian County

Budgetary Comparison Schedule – CARES Fund – Modified Cash Basis

Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance With Final Budget
Receipts				
Disaster grant	\$ -	\$ -	\$ 52,227	\$ 52,227
Interest	10,000	10,000	8,557	(1,443)
Total Receipts	10,000	10,000	60,784	50,784
Disbursements				
Governmental COVID-19	1,618,586	1,618,586	263,425	1,355,161
Public safety	-	-	1,139,667	(1,139,667)
Administration	-	-	276,288	(276,288)
Total Disbursements	1,618,586	1,618,586	1,679,380	(60,794)
<i>(Deficit) of Receipts Over Disbursements</i>	(1,608,586)	(1,608,586)	(1,618,596)	(10,010)
Other Financing (Uses)				
Operating transfers (out)	(1,686,104)	(1,686,104)	(1,686,104)	-
Total other Financing (Uses)	(1,686,104)	(1,686,104)	(1,686,104)	-
<i>(Deficit) of Receipts Over Disbursements and Other (Uses)</i>	(3,294,690)	(3,294,690)	(3,304,700)	(10,010)
Fund Balance, January 1	3,304,700	3,304,700	3,304,700	-
Fund Balance, December 31	\$ 1,696,114	\$ 1,696,114	\$ -	\$ (10,010)

See accompanying notes to the Budgetary Comparison Schedules.

Christian County

Budgetary Comparison Schedule – ARPA Fund – Modified Cash Basis

December 31, 2021

	Original Budget	Final Budget	Actual	Variance With Final Budget
Receipts				
Federal grant	\$ -	\$ 8,604,270	\$ 8,604,270	\$ -
Interest	-	20,000	12,725	(7,275)
Total Receipts	-	8,624,270	8,616,995	(7,275)
Disbursements				
Contract labor	-	200,000	-	200,000
Public health	-	500,000	6,533	493,467
Grants to external entities	-	200,000	-	200,000
Infrastructure project expenditures	-	3,000,000	43,284	2,956,716
Buildings & building improvements	-	2,000,000	54,120	1,945,880
Equipment	-	-	10,995	(10,995)
Office expense	-	-	1,986	(1,986)
Total Disbursements	-	5,900,000	116,918	5,783,082
<i>Excess of Receipts Over Disbursements</i>	-	2,724,270	8,500,077	5,775,807
Other Financing (Uses)				
Operating transfers (out)	-	(600,000)	(5,665)	594,335
Total other Financing (Uses)	-	(600,000)	(5,665)	594,335
<i>Excess of Receipts Over Disbursements and Other (Uses)</i>	-	2,124,270	8,494,412	6,370,142
Fund Balance, January 1	-	-	-	-
Fund Balance, December 31	\$ -	\$ 2,724,270	\$ 8,494,412	\$ 6,370,142

Christian County

Notes to the Budgetary Comparison Schedules

December 31, 2021

Budgets and Budgetary Accounting

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

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

Supplementary Information

Christian County

Combining Statement of Assets and Fund Balances – Nonmajor Governmental Funds – Modified Cash Basis

December 31, 2021

	Special Revenue Funds							
	Local							
	HAVA Fund	Building Inspection Fund	Family Violence Fund	Local Emergency Planning Commission Fund	Law Enforcement Training Fund	Prosecuting Attorney Administrative Fee Fund	Federal Forfeiture Fund	
Assets								
Cash - unrestricted	\$ -	\$ 706,497	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,843
Cash - restricted	11,764	-	-	19,762	14,012	27,621	110,927	-
Total Assets	\$ 11,764	\$ 706,497	\$ -	\$ 19,762	\$ 14,012	\$ 27,621	\$ 110,927	\$ 4,843
Fund Balances								
Restricted for								
Public safety	\$ -	\$ -	\$ -	\$ 19,762	\$ 14,012	\$ -	\$ 110,927	\$ -
Debt service	-	-	-	-	-	-	-	-
Elections	11,764	-	-	-	-	-	-	-
Prosecuting attorney	-	-	-	-	27,621	-	-	-
Recorder's technology	-	-	-	-	-	-	-	-
Record retention	-	-	-	-	-	-	-	-
Tax maintenance	-	-	-	-	-	-	-	-
Capital improvements	-	-	-	-	-	-	-	-
Assigned to								
Elections	-	-	-	-	-	-	-	4,843
Building inspection	-	706,497	-	-	-	-	-	-
Sheriff	-	-	-	-	-	-	-	-
Total Fund Balances	\$ 11,764	\$ 706,497	\$ -	\$ 19,762	\$ 14,012	\$ 27,621	\$ 110,927	\$ 4,843

Christian County

Combining Statement of Assets and Fund Balances – Nonmajor Governmental Funds – Modified Cash Basis

December 31, 2021

	Special Revenue Funds							
	Prosecuting Attorney Delinquent Tax Fund	Record Retention Fund	Recorder Technology Fund	Election Service Fund	Sheriff Concealed Carry Fund	Tax Maintenance Fund	Law Library Fund	
Assets								
Cash - unrestricted	\$ -	\$ -	\$ -	\$ 54,731	\$ 309,213	\$ -	\$ -	\$ -
Cash - restricted	9,026	133,820	499,395	-	-	154,344	5,367	10,615
Total Assets	\$ 9,026	\$ 133,820	\$ 499,395	\$ 54,731	\$ 309,213	\$ 154,344	\$ 5,367	\$ 10,615
Fund Balances								
Restricted for								
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt service	-	-	-	-	-	-	-	-
Elections	-	-	-	-	-	-	-	-
Prosecuting attorney	9,026	-	-	-	-	-	5,367	10,615
Recorder's technology	-	-	499,395	-	-	-	-	-
Record retention	-	133,820	-	-	-	-	-	-
Tax maintenance	-	-	-	-	-	154,344	-	-
Capital improvements	-	-	-	-	-	-	-	-
Assigned to								
Elections	-	-	-	54,731	-	-	-	-
Building inspection	-	-	-	-	-	-	-	-
Sheriff	-	-	-	-	309,213	-	-	-
Total Fund Balances	\$ 9,026	\$ 133,820	\$ 499,395	\$ 54,731	\$ 309,213	\$ 154,344	\$ 5,367	\$ 10,615

Christian County

Combining Statement of Assets and Fund Balances – Nonmajor Governmental Funds – Modified Cash Basis

December 31, 2021

	Special Revenue Funds							Capital Projects Fund	Total	
	LERF Fund	Civil Processing Fund	River Downs NID Fund	Stone Hollow NID Fund	Inmate Prisoner Detention Security Fund	2017 Bond Debt Service Fund	Juvenile Justice Fund	CDBG Fund		Capital Requests Fund
Assets										
Cash - unrestricted	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,075,284
Cash - restricted	72,683	73,747	39,976	41,772	38,231	-	53,206	-	712,747	2,029,015
Total Assets	<u>\$ 72,683</u>	<u>\$ 73,747</u>	<u>\$ 39,976</u>	<u>\$ 41,772</u>	<u>\$ 38,231</u>	<u>\$ -</u>	<u>\$ 53,206</u>	<u>\$ -</u>	<u>\$ 712,747</u>	<u>\$ 3,104,299</u>
Fund Balances										
Restricted for										
Public safety	\$ 72,683	\$ 73,747	\$ -	\$ -	\$ 38,231	\$ -	\$ 53,206	\$ -	\$ -	\$ 382,568
Debt service	-	-	39,976	41,772	-	-	-	-	-	81,748
Elections	-	-	-	-	-	-	-	-	-	11,764
Prosecuting attorney	-	-	-	-	-	-	-	-	-	52,629
Recorder's technology	-	-	-	-	-	-	-	-	-	499,395
Record retention	-	-	-	-	-	-	-	-	-	133,820
Tax maintenance	-	-	-	-	-	-	-	-	-	154,344
Capital improvements	-	-	-	-	-	-	-	-	712,747	712,747
Assigned to										
Elections	-	-	-	-	-	-	-	-	-	59,574
Building inspection	-	-	-	-	-	-	-	-	-	706,497
Sheriff	-	-	-	-	-	-	-	-	-	309,213
Total Fund Balances	<u>\$ 72,683</u>	<u>\$ 73,747</u>	<u>\$ 39,976</u>	<u>\$ 41,772</u>	<u>\$ 38,231</u>	<u>\$ -</u>	<u>\$ 53,206</u>	<u>\$ -</u>	<u>\$ 712,747</u>	<u>\$ 3,104,299</u>

Christian County

Combining Statement of Receipts, Disbursements, and Changes in Fund Balances – Nonmajor Governmental Funds – Modified Cash Basis

Year Ended December 31, 2021

	Special Revenue Funds							
	Local							
	HAVA Fund	Building Inspection Fund	Family Violence Fund	Local Emergency Planning Commission Fund	Law Enforcement Training Fund	Prosecuting Attorney Administrative Fee Fund	Federal Forfeiture Fund	
Receipts								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	9,606	81,191
Fees and charges	-	364,003	2,980	-	17,436	312,278	-	-
Other	30,328	1,934	-	61	2,218	107	904	74
Total Receipts	30,328	365,937	2,980	61	19,654	312,385	10,510	81,265
Disbursements								
Current								
General government	40,526	315,264	-	-	-	-	-	110,095
Judicial	-	-	-	-	-	326,778	-	-
Public safety	-	-	2,980	157	15,695	-	12,340	-
Debt service	-	-	-	-	-	-	-	-
Total Disbursements	40,526	315,264	2,980	157	15,695	326,778	12,340	110,095
<i>Excess (Deficit) of Receipts Over Disbursements</i>	(10,198)	50,673	-	(96)	3,959	(14,393)	(1,830)	(28,830)
Other Financing Sources (Uses)								
Operating transfers in (out)	-	-	-	-	-	-	-	-
<i>Excess (Deficit) of Receipts and Other Sources Over Disbursements and Other (Uses)</i>	(10,198)	50,673	-	(96)	3,959	(14,393)	(1,830)	(28,830)
Fund Balance, January 1	21,962	655,824	-	19,858	10,053	42,014	112,757	33,673
Fund Balance, December 31	\$ 11,764	\$ 706,497	\$ -	\$ 19,762	\$ 14,012	\$ 27,621	\$ 110,927	\$ 4,843

Christian County

Combining Statement of Receipts, Disbursements, and Changes in Fund Balances – Nonmajor Governmental Funds – Modified Cash Basis

Year Ended December 31, 2021

	Special Revenue Funds							
	Prosecuting Attorney Delinquent Tax Fund	Record Retention Fund	Recorder Technology Fund	Election Service Fund	Sheriff Concealed Carry Fund	Tax Maintenance Fund	Law Library Fund	
Receipts								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	13,381	-	-	-	-
Fees and charges	5,791	56,161	147,685	7,711	97,628	131,629	13,206	5,978
Other	44	389	1,288	131	867	797	24	547
Total Receipts	5,835	56,550	148,973	21,223	98,495	132,426	13,230	6,525
Disbursements								
Current								
General government	-	186,331	29,055	1,736	-	114,544	-	-
Judicial	20,892	-	-	-	-	-	15,044	3,201
Public safety	-	-	-	-	51,053	-	-	-
Debt service	-	-	-	-	-	-	-	-
Total Disbursements	20,892	186,331	29,055	1,736	51,053	114,544	15,044	3,201
<i>Excess (Deficit) of Receipts Over Disbursements</i>	(15,057)	(129,781)	119,918	19,487	47,442	17,882	(1,814)	3,324
Other Financing Sources (Uses)								
Operating transfers in (out)	-	-	-	-	-	(7,805)	-	-
<i>Excess (Deficit) of Receipts and Other Sources Over Disbursements and Other (Uses)</i>	(15,057)	(129,781)	119,918	19,487	47,442	10,077	(1,814)	3,324
Fund Balance, January 1	24,083	263,601	379,477	35,244	261,771	144,267	7,181	7,291
Fund Balance, December 31	\$ 9,026	\$ 133,820	\$ 499,395	\$ 54,731	\$ 309,213	\$ 154,344	\$ 5,367	\$ 10,615

Christian County

Combining Statement of Receipts, Disbursements, and Changes in Fund Balances – Nonmajor Governmental Funds – Modified Cash Basis

Year Ended December 31, 2021

	Special Revenue Funds							Capital Projects Fund	Total	
	LERF Fund	Civil Processing Fund	River Downs NID Fund	Stone Hollow NID Fund	Inmate Prisoner Detention Security Fund	2017 Bond Debt Service Fund	Juvenile Justice Fund	CDBG Fund		Capital Requests Fund
Receipts										
Taxes	\$ -	\$ -	\$ 45,416	\$ 30,037	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 75,453
Intergovernmental	-	-	-	-	-	-	80,263	-	-	184,441
Fees and charges	48,383	47,035	-	-	12,804	-	53,206	-	-	1,323,914
Other	240	240	142	165	93	-	-	-	748	41,341
Total Receipts	<u>48,623</u>	<u>47,275</u>	<u>45,558</u>	<u>30,202</u>	<u>12,897</u>	<u>-</u>	<u>53,206</u>	<u>80,263</u>	<u>748</u>	<u>1,625,149</u>
Disbursements										
Current										
General government	-	-	-	-	-	-	-	80,263	-	877,814
Judicial	-	-	-	-	-	-	-	-	-	365,915
Public safety	45,460	15,873	-	-	7,043	-	-	-	-	150,601
Debt service	-	-	43,676	24,462	-	624,450	-	-	-	692,588
Total Disbursements	<u>45,460</u>	<u>15,873</u>	<u>43,676</u>	<u>24,462</u>	<u>7,043</u>	<u>624,450</u>	<u>-</u>	<u>80,263</u>	<u>-</u>	<u>2,086,918</u>
<i>Excess (Deficit) of Receipts Over Disbursements</i>	3,163	31,402	1,882	5,740	5,854	(624,450)	53,206	-	748	(461,769)
Other Financing Sources (Uses)										
Operating transfers in (out)	-	-	-	-	-	624,450	-	-	711,999	1,328,644
<i>Excess of Receipts and Other Sources Over Disbursements and Other (Uses)</i>	3,163	31,402	1,882	5,740	5,854	-	53,206	-	712,747	866,875
Fund Balance, January 1	69,520	42,345	38,094	36,032	32,377	-	-	-	-	2,237,424
Fund Balance, December 31	<u>\$ 72,683</u>	<u>\$ 73,747</u>	<u>\$ 39,976</u>	<u>\$ 41,772</u>	<u>\$ 38,231</u>	<u>\$ -</u>	<u>\$ 53,206</u>	<u>\$ -</u>	<u>\$ 712,747</u>	<u>\$ 3,104,299</u>

Other Reporting Requirements



Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Christian County Commission
Christian County
Ozark, Missouri

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Christian County, Missouri, as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise Christian County, Missouri's basic financial statements, and have issued our report thereon, dated May 18, 2022.

Report on Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that were not identified.

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Report on Compliance and Other Matters

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

Purpose of this Report

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

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
May 18, 2022



Independent Auditors' Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance

Christian County Commission
Christian County, Missouri
Ozark, Missouri

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Christian County, Missouri's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on Christian County, Missouri's major federal program for the year ended December 31, 2021. Christian County, Missouri's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Christian 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 its major federal program for the year ended December 31, 2021.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Christian County, Missouri, and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the County's federal programs.

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Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Christian County Missouri's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is substantial likelihood that, individually or in the aggregate, it would influence the judgement made by a reasonable user of the report on compliance about Christian County, Missouri's compliance with the requirements of its major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Christian County, Missouri's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Christian County, Missouri's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we

consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
May 18, 2022

Christian County

Schedule of Expenditures of Federal Awards

December 31, 2021

Federal Grantor Pass-through Grantor/ Program Title	Assistance Listing Number	Pass-through Grantor's Number/Other Identifying Number	Pass-through to Subrecipients	Total Expenditures of Federal Awards
U.S. Department of Justice				
Missouri Association of Prosecuting Attorneys Victims of Crime Act (VOCA)	16.575	ER130200072	\$ -	\$ 144,490
Missouri Department of Public Safety Violence Against Women Formula Grant	16.588	2020-VAWA-023	-	84,000
COVID-19 Coronavirus Emergency Supplemental Funding Program	16.034	2020-VD-BX-0223	-	16,016
Direct				
Bullet Proof Vest Partnership	16.607	N/A	-	4,290
Equitable Sharing Program	16.922	N/A	-	12,340
Total U.S. Department of Justice			-	261,136
U.S. Department of Transportation				
Missouri Department of Transportation Alcohol Open Container Requirements	20.607	22-154-AL-009	-	2,644
Highway Safety Cluster National Priority Safety Programs	20.616	21-M5HVE-03-003	-	5,322
State and Community Highway Safety	20.600	21-PT-02-017	-	4,593
	20.600	22-PT-02-007	-	1,951
			-	6,544
		Total Highway Safety Cluster	-	11,866
Total U.S. Department of Transportation			-	14,510
U.S. Department of Homeland Security				
State Emergency Management Agency Emergency Management Performance Grant	97.042	EMK-2020-EP-00004-029	-	39,382
		EMK-2021-EP-00006-029	-	33,553
Disaster Grants - Public Assistance	97.036	FEMA-4317-DR-MO	-	342,048
Total U.S. Department of Homeland Security			-	414,983
U.S. Department of Health and Human Services				
Missouri Department of Social Services Child Support Enforcement	93.563	ER10220C019	-	758
Total U.S. Department of Health and Human Services			-	758

See accompanying notes to the Schedule of Expenditures of Federal Awards.

Christian County

Schedule of Expenditures of Federal Awards

December 31, 2021

Federal Grantor Pass-through Grantor/ Program Title	Assistance Listing Number	Pass-through Grantor's Number/Other Identifying Number	Pass-through to Subrecipients	Total Expenditures of Federal Awards
Executive Office of the President				
Missouri Department of Public Safety				
High Intensity Drug Trafficking Areas (HIDTA) Program	95.001	G20MW0001A	-	10,008
		G21MW0001A	-	53,294
Total Executive Office of the President			-	63,302
U.S. Department of the Treasury				
Missouri Office of the Treasurer				
COVID 19 Coronavirus Relief Fund	21.019	00234	1,074,794	3,313,256
Direct				
COVID 19 Coronavirus State and Local Recovery Funds	21.027	N/A	-	122,582
Total U.S. Department of the Treasury			1,074,794	3,435,838
U.S. Department of Agriculture				
Direct				
Schools and Roads Grants to States	10.665	N/A	-	60,244
Total U.S. Department of Agriculture			-	60,244
U.S. Department of Housing and Urban Development				
Missouri Department of Economic Development				
Community Development Block Grant	14.218	2016-PF-10	80,263	80,263
Total U.S. Department of Housing and Urban Development			80,263	80,263
U.S. Department of the Interior				
Direct				
Payment in Lieu of Taxes	15.226	N/A	-	119,266
National Forest Acquired Lands	15.438	N/A	-	53,402
Total U.S. Department of the Interior			-	172,668
Total Expenditures of Federal Awards			<u>\$ 1,155,057</u>	<u>\$ 4,503,702</u>

See accompanying notes to the Schedule of Expenditures of Federal Awards.

Christian County

Notes to the Schedule of Expenditures of Federal Awards

December 31, 2021

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of Christian County under programs of the federal government for the year ended December 31, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Christian County, it is not intended to and does not present the financial position, changes in net position, or cash flows of Christian County.

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified cash basis of accounting which is described in Note 1 to the County's financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Christian County elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

3. Subrecipients

The County provided funds to subrecipients in the current year in the amount of \$1,074,794 in Coronavirus Relief funds and \$80,263 to in Community Development Block Grant Funds to subrecipients in the current year.

Christian County

Summary Schedule of Findings and Questioned Costs

Year Ended December 31, 2021

Section I: Summary Schedule of Audit Results

Financial Statements	
Type of report the auditor issued on whether the financial statements audited were prepared in accordance with the modified cash basis of accounting:	Unmodified
Internal Control over Financial Reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None Reported
Noncompliance material to financial statements noted?	No
Federal Awards	
Internal control over major federal programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None Reported
Type of auditor’s report issued on compliance for major federal program:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2CFR 200.516(a)?	No
Identification of major federal program:	
Assistance Listing Number	Name of Federal Program or Cluster
21.019	Coronavirus Relief Fund
Dollar threshold used to distinguish between type A and type B programs:	\$750,000
Auditee qualified as low-risk auditee?	No

Section II: Financial Statement Findings

None

Section III: Federal Award Findings and Questioned Costs

None

Christian County

Schedule of Prior Audit Findings

Year Ended December 31, 2021

Section III: Federal Award Findings and Questioned Costs

U.S. Department of Transportation

Highway Planning and Construction Cluster

Assistance Listing Number 20.205

Missouri Department of Transportation

2020-001 Internal Control

Condition: The County did not have procedures in place to ensure proper tracking of all federal expenses.

Criteria: Internal controls should be in place that provide reasonable assurance that federal expenses are properly tracked within the accounting software.

Cause: The County procedures did not include proper internal controls over accounting to ensure that all federal expenses are tracked.

Effect: The County did not properly include federal expenses pertaining to the Highway Planning and Construction Cluster that were passed through on their Schedule of Expenditures of Federal Awards.

Questioned Costs: None.

Recommendation: We recommend the County implement procedures to properly track all federal awards within the accounting software.

Status: Corrected



Christian County Commission
Christian County
Ozark, Missouri

In planning and performing our audit of the basic financial statements of Christian County, Missouri, for the year ended December 31, 2021, we considered the County's internal control to determine our auditing procedures for the purpose of expressing an opinion on the basic financial statements and not to provide assurance on the internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

In addition to the 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*, we became aware of additional matters to bring to your attention. The following paragraphs summarize our comments and suggestions regarding these matters.

1. Cybersecurity

Cybersecurity threats are increasing and government entities of all sizes are at risk for a breach of their information systems. With this increase in risk, entities should be continually evaluating risk and taking steps necessary to ensure the security of information systems. Steps include identifying critical information systems, training employees to properly identify threats received in emails or by other means, and adopting internal communication methods other than email.

It is important that entities develop a recovery plan outlining procedures that personnel should follow once a cybersecurity breach is discovered. Additionally, entities should be aware of any insurance in place to help protect them from liabilities that can occur as the result of a breach.

We Recommend:

The County continue to evaluate its cybersecurity risks and take the necessary steps to reduce the risk of cybersecurity threats to their information systems. This evaluation should be performed frequently as technology and information systems are continually changing.

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2. New Pronouncement

GASB Statement No. 87 – Leases – This Statement establishes a single model for lease accounting. It changes the definition of a lease and requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases. The effective date is for the County's year ending December 31, 2022, with earlier application encouraged.

We Recommend:

The County examine the new pronouncements to determine the effect these will have on future financial reporting and to ensure successful implementation on the effective dates.

3. Bank Account Authorization

It was noted during the audit process that a County office opened a bank account under the County's tax identification number without prior authorization by the Auditor and County Commission.

We Recommend:

The County create a process to track and maintain a current listing of accounts under the County's tax identification number.

4. Budgetary Compliance

The County was not in compliance with the budgetary statute, Chapter 67 RSMo, in the current year as actual expenses exceeded budgeted expenses in both the CART and CARES Funds. Budgetary statute prohibits actual expenditures from exceeding budgeted expenditures for any fund maintained by the County.

We Recommend:

The County review expenditures during the year and amend the budget as necessary to avoid expending more than the budgeted amount to ensure compliance with the budgetary statute (Chapter 67, RSMo).

We will review the status of these comments during our next audit engagement. We will be pleased to discuss them in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations.

We appreciate this opportunity to serve as Christian County's independent auditor and the courtesies and assistance extended to us by the County's employees.

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
May 18, 2022



County Commission
Christian County
Ozark, Missouri

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Christian County, Missouri, for the year ended December 31, 2021. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards* and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated January 13, 2021. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Christian County, Missouri, are described in Note 1 to the financial statements. We noted no transactions entered into by Christian County, Missouri, during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. The following material misstatements detected as a result of audit procedures were corrected by management:

- Claim on Cash – various funds
- Fund Balance – various funds

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

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Management Representations

We have requested certain representations from management that are included in the management representation letter dated May 18, 2021.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to County's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the County's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We were engaged to report on Combining Non-major fund financial statements which accompanies the financial statements. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the use of the County Commission and management of Christian County, Missouri and is not intended to be, and should not be, used by anyone other than these specified parties.

Sincerely,



KPM CPAs, PC
Springfield, Missouri
May 18, 2022