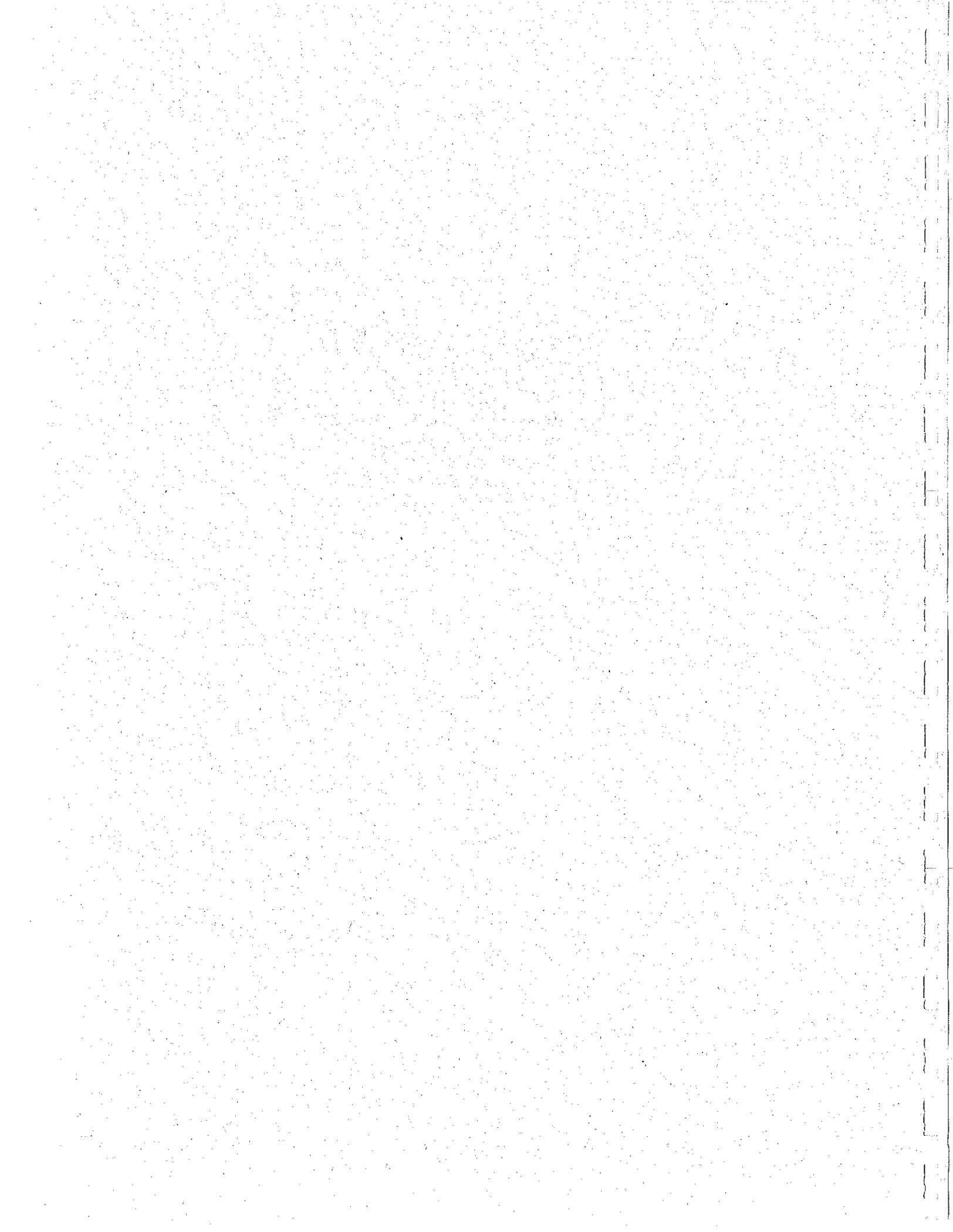


**NORTHWEST MISSOURI REGIONAL
SOLID WASTE MANAGEMENT
DISTRICT - REGION A
MARYVILLE, MISSOURI
BASIC FINANCIAL STATEMENTS
(With Independent Auditors'
Report Thereon)
JUNE 30, 2011 AND 2010**

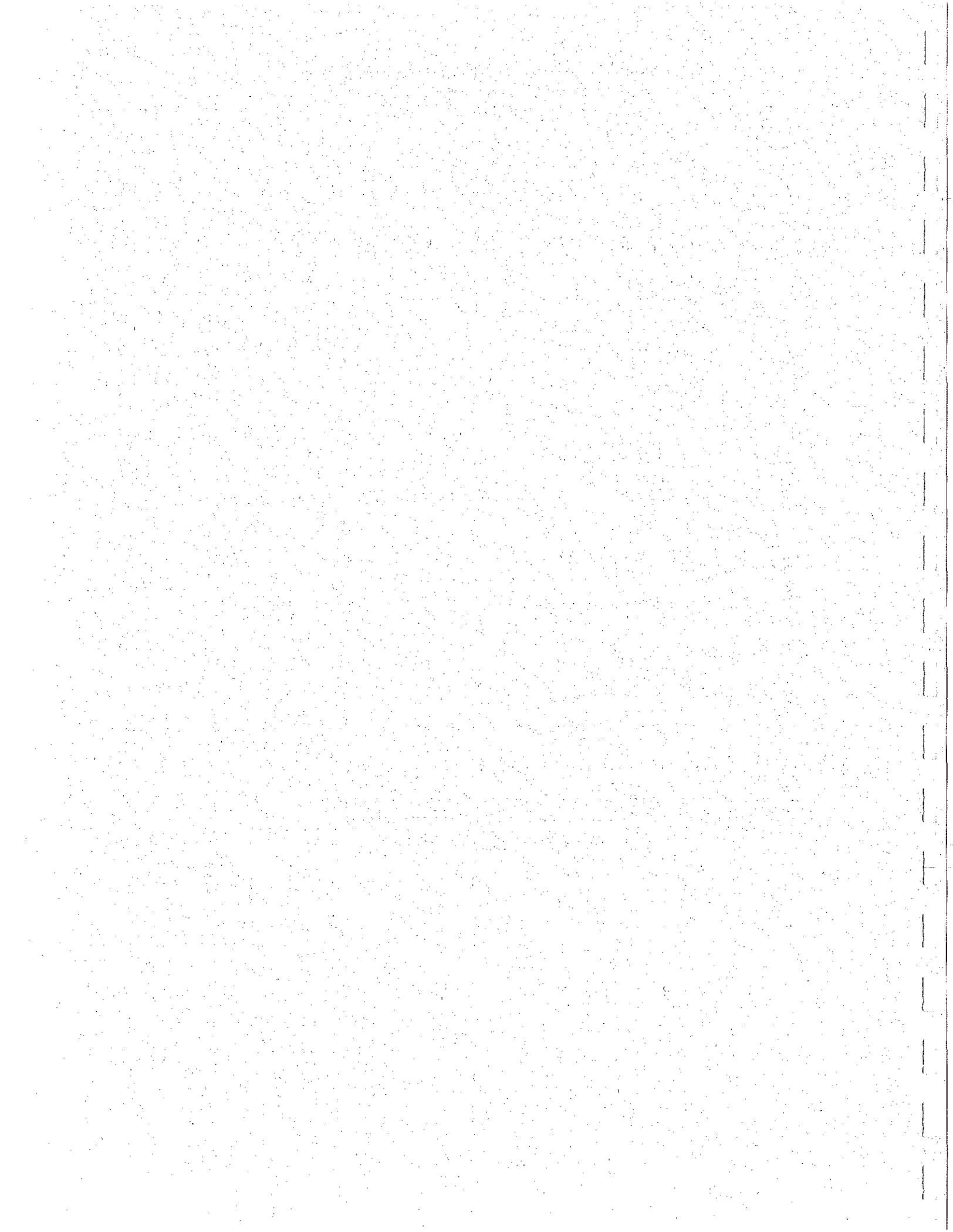
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**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT – REGION A
MARYVILLE, MISSOURI**

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SECTION I

BASIC FINANCIAL STATEMENTS

ARTHUR WHITE & ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

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2400 Frederick, Suite 500
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INDEPENDENT AUDITORS' REPORT

November 11, 2011

Executive Board
Northwest Missouri Regional Solid Waste
Management District – Region A
Maryville, Missouri 64468

We have audited the accompanying financial statements of the governmental activities and each major fund of the Northwest Missouri Regional Solid Waste Management District – Region A as of and for the years ended June 30, 2011 and 2010, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Northwest Missouri Regional Solid Waste Management District – Region A's management. Our responsibility is to express opinions on these financial statements based on our audits.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the respective financial position of the Northwest Missouri Regional Solid Waste Management District – Region A as of June 30, 2011 and 2010, and its respective changes in financial position for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

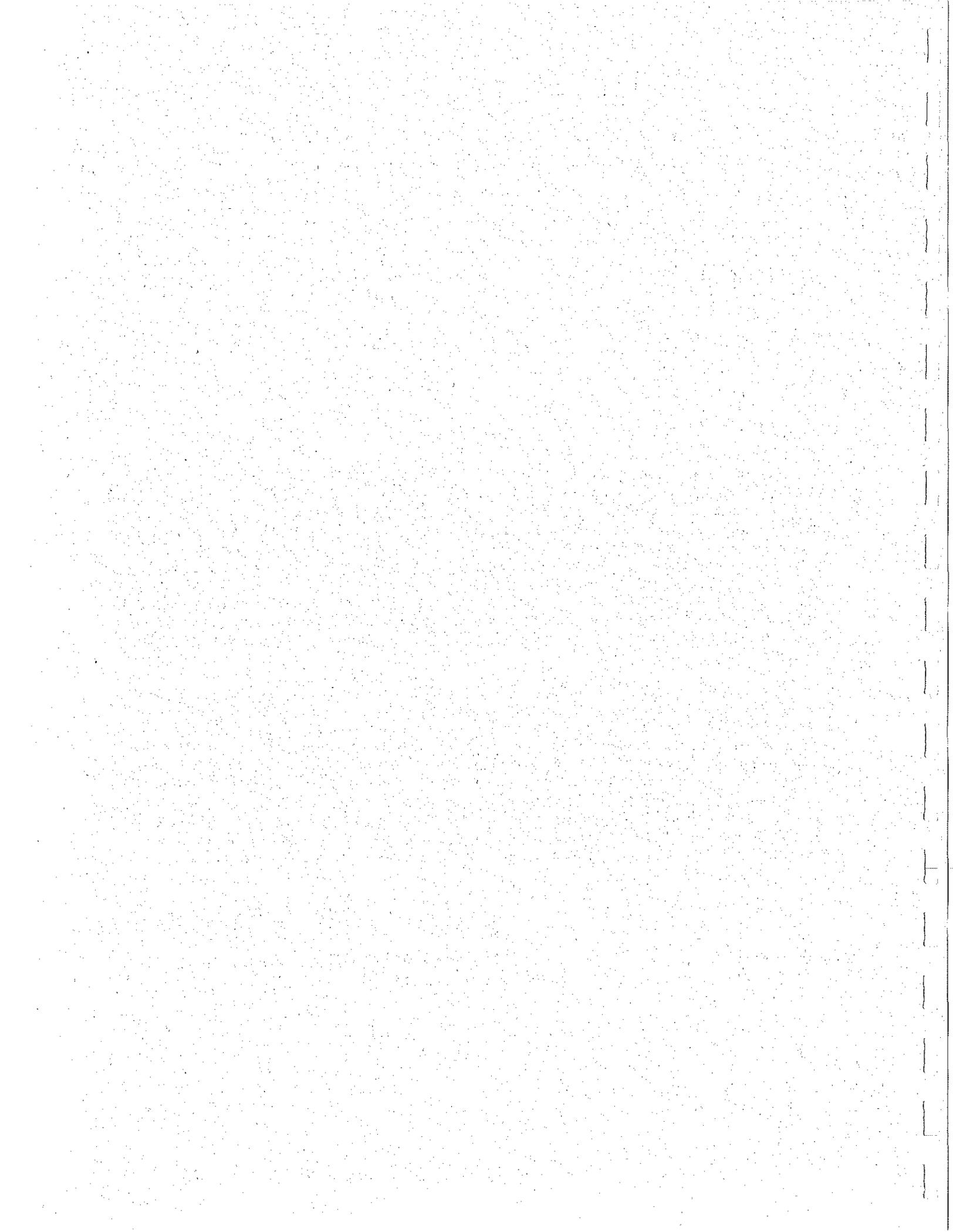
In accordance with Government Auditing Standards, we have also issued a report dated November 11, 2011, on our consideration of the Northwest Missouri Regional Solid Waste Management District – Region A's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audits.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 2 through 7 and the budgetary comparison schedules on pages 19 and 20 be presented to supplement the financial statements. Such information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the financial statements, and other knowledge we obtained during our audit of the financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Northwest Missouri Regional Solid Waste Management District – Region A's financial statements. The accompanying supplemental schedules (pages 21 - 23) are presented for purposes of additional analysis, and are not a required part of the financial statements. The supplemental schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Arthur White & Associates, L.L.C.

ARTHUR WHITE & ASSOCIATES, L.L.C.



**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT - REGION A
MARYVILLE, MISSOURI**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEARS ENDED JUNE 30, 2011 AND 2010**

The discussion and analysis of Northwest Missouri Regional Solid Waste Management District - Region A's (the District) financial performance provides an overview of the financial activity for fiscal years ended June 30, 2010, and June 30, 2011. Please read it in conjunction with the District's financial statements, notes to the financial statements, and other supplemental information, which immediately follows this section.

The management's discussion and analysis is presented to financial readers in accordance with Statement No. 34 *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* issued by the Governmental Accounting Standards Board (GASB) in June 1999. Specific comparative information from both fiscal years offers readers a reporting model to assist in evaluating the financial performance of the District.

FINANCIAL HIGHLIGHTS

Key financial highlights for fiscal years ended June 30, 2011 and 2010, are as follows:

1. The total unrestricted net asset balance was \$1,217 at June 30, 2010. This is an increase of \$717 over the previous 2009 fiscal year. The difference is due to interest income earned throughout the year. The total unrestricted net asset balance was \$1,751 at June 30, 2011. This is an increase of \$534 from the previous 2010 fiscal year. The difference is due to interest income earned throughout the year. Total assets at June 30, 2011 and 2010, were \$84,042 and \$54,437, respectively. Total liabilities at June 30, 2011 and 2010, were \$82,291 and \$53,220, respectively.
2. Total grant revenue from Missouri Department of Natural Resources (MoDNR) was \$77,722 in fiscal year 2010 and \$69,348 in fiscal year 2011. This is a decrease of \$8,374 for the fiscal year 2011. The funding allocation received from MoDNR did not decrease, but instead not all available funding was utilized during the fiscal year. Funds not used will be carried into future years to pay for eligible projects.
3. Total expenditures were \$69,348 and \$77,722 for the years ended June 30, 2011 and 2010, respectively. The \$8,374 reduction was largely due to lower subgrant expenditures.

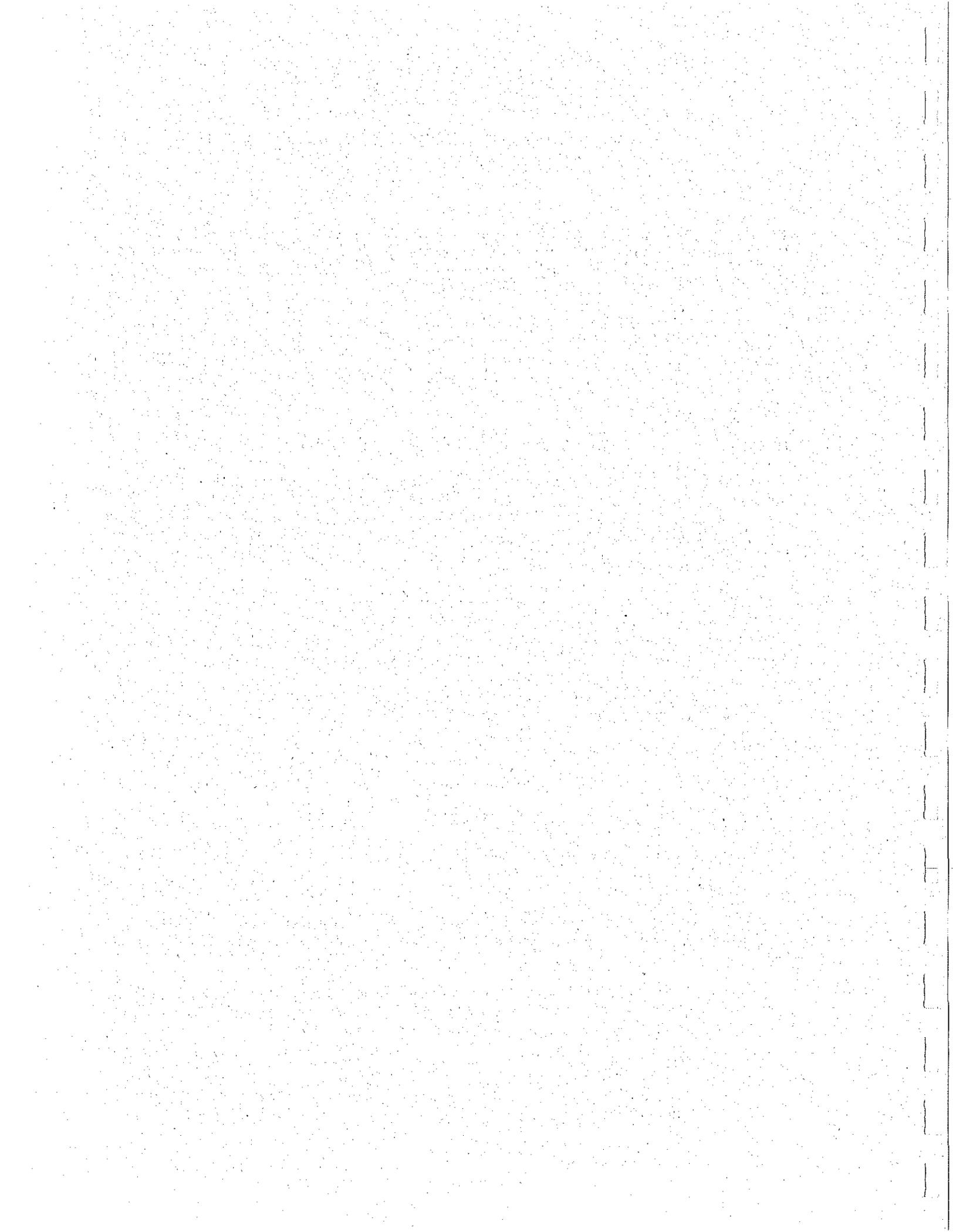
OVERVIEW OF FINANCIAL STATEMENTS

This financial section of the annual report consists of three parts:

1. Management's discussion and analysis (this section),
2. Financial statements including notes to the financial statements, and
3. Supplemental information.

This annual report consists of a series of **financial statements** that provide an array of data to assist in evaluating the District's financial performance. Two types of financial statements used to assess fiscal accountability of the District are as follows:

1. **Government-wide financial statements** assist the financial statement user in assessing the medium- and long-term operational accountability of the District. They are prepared using the accrual basis of accounting. Government-wide financial statements include the following:
 - a) **Statement of Net Assets** reports information on the District's assets and liabilities, with the difference between the two reported as net assets, that is, equity. Assets and liabilities are presented in their order of liquidity. Namely, assets are presented in the order to their nearness to producing cash, and liabilities are presented in their nearness to consuming cash.



**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT - REGION A
MARYVILLE, MISSOURI**

**MANAGEMENT'S DISCUSSION AND ANALYSIS, CONTINUED
FOR THE YEARS ENDED JUNE 30, 2011 AND 2010**

- b) **Statement of Activities** presents information on the District's revenue and expenses, with the variance between the two reported as a change in net assets. Revenues are recognized in the accounting period in which they are earned, while expenses are recognized in the period incurred.
2. **Fund Financial Statements** assist the financial statement user in assessing short-term fiscal accountability of the District. They are prepared on a modified accrual basis of accounting. Fund financial statements include the following:
- a) **The Balance Sheet – Governmental Funds** consist of a listing of assets, liabilities and fund balances and indicate the financial position of the District at a particular date.
- b) **Statement of Revenue, Expenditures and Changes in Fund Balance** demonstrates how the District's fund balance changed during the year.

The **Notes to the Financial Statements** provide additional information essential to fully understand the data provided in the District's financial statements. The notes to the financial statements follow the order of the basic financial statements.

The statements and notes are followed by a section of **supplementary information and schedules** that further explain and support the financial statements.

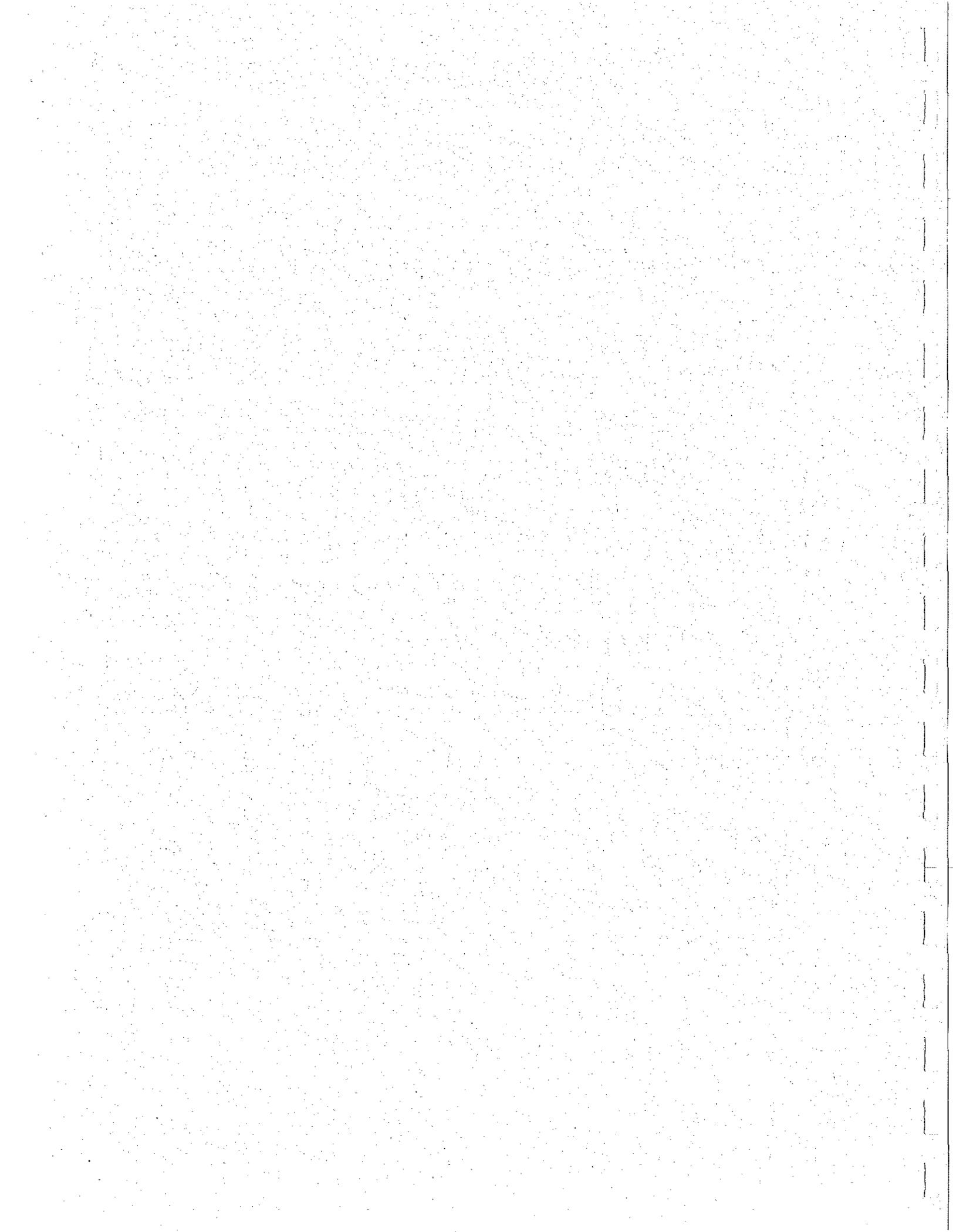
ANALYSIS OF REVENUE AND EXPENDITURES

Revenue

The subsequent table displays the sources of revenue and compares the two fiscal years. It is important to note that grant revenue is earned and recognized when grant funds are expended. If grant funds are deferred or carried forward, it is not reported as revenue.

TABLE 1: Revenue Comparison

Revenues	Year Ended June 30,		Difference
	2011	2010	
Grant Revenue	\$69,348	\$77,722	\$(8,374)
Interest Income	534	717	(183)
TOTALS	\$69,882	\$78,439	\$(8,557)



**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT - REGION A
MARYVILLE, MISSOURI**

**MANAGEMENT'S DISCUSSION AND ANALYSIS, CONTINUED
FOR THE YEARS ENDED JUNE 30, 2011 AND 2010**

Expenditures

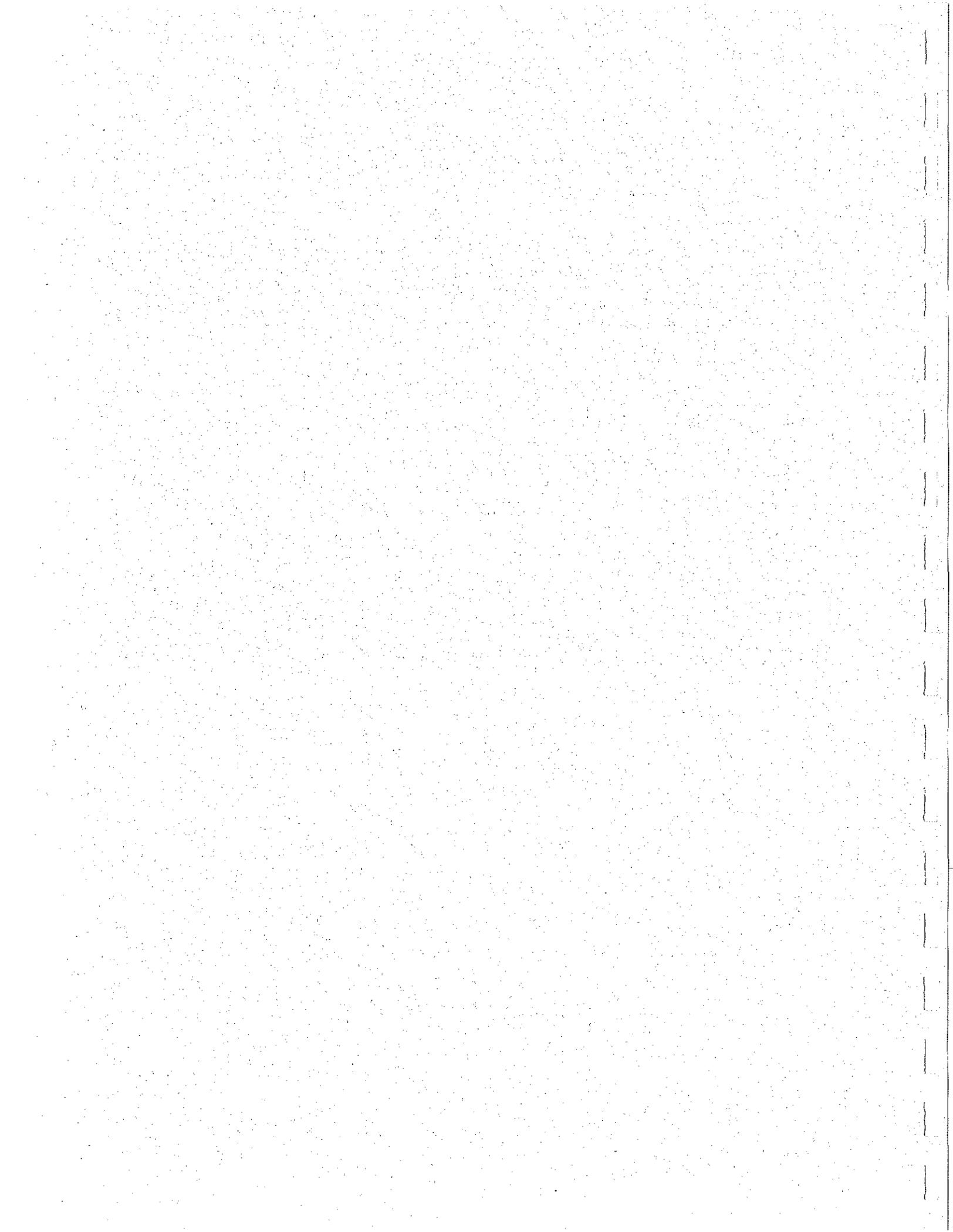
The following table shows the breakdown of expenditures into the two categories of district operations/plan implementation and subgrants. District operations and plan implementation expenditures are related to the administration and implementation of the District's goals. Subgrant expenditures are awards provided to individuals and organizations to encourage proper solid waste management practices such as recycling and reduction of waste. Subgrant funds can help purchase supplies, equipment, educational services, and other eligible costs.

TABLE 2: Expenditure Comparison

Expenses	Year Ended June 30,		Difference
	2011	2010	
District Operations/ Plan Implementation	\$47,375	\$43,818	\$ 3,557
Subgrants	21,973	33,904	(11,931)
TOTALS	\$69,348	\$77,722	\$ (8,374)

BUDGET ANALYSIS

Tables 3 and 4 display the District's overall budget for fiscal years 2010 and 2011. Each year, the District requests the amount of funds that district operations (D.O.), plan implementation (P.I.) and subgrant projects will need to function efficiently. However, there are some projects that do not expend all the funds that are allocated to the project. When this happens, MoDNR allows the District to defer or carry over the remaining amount of funds into another eligible or future project. Funds deferred are not reported as grant revenue, but instead as a liability to the District.



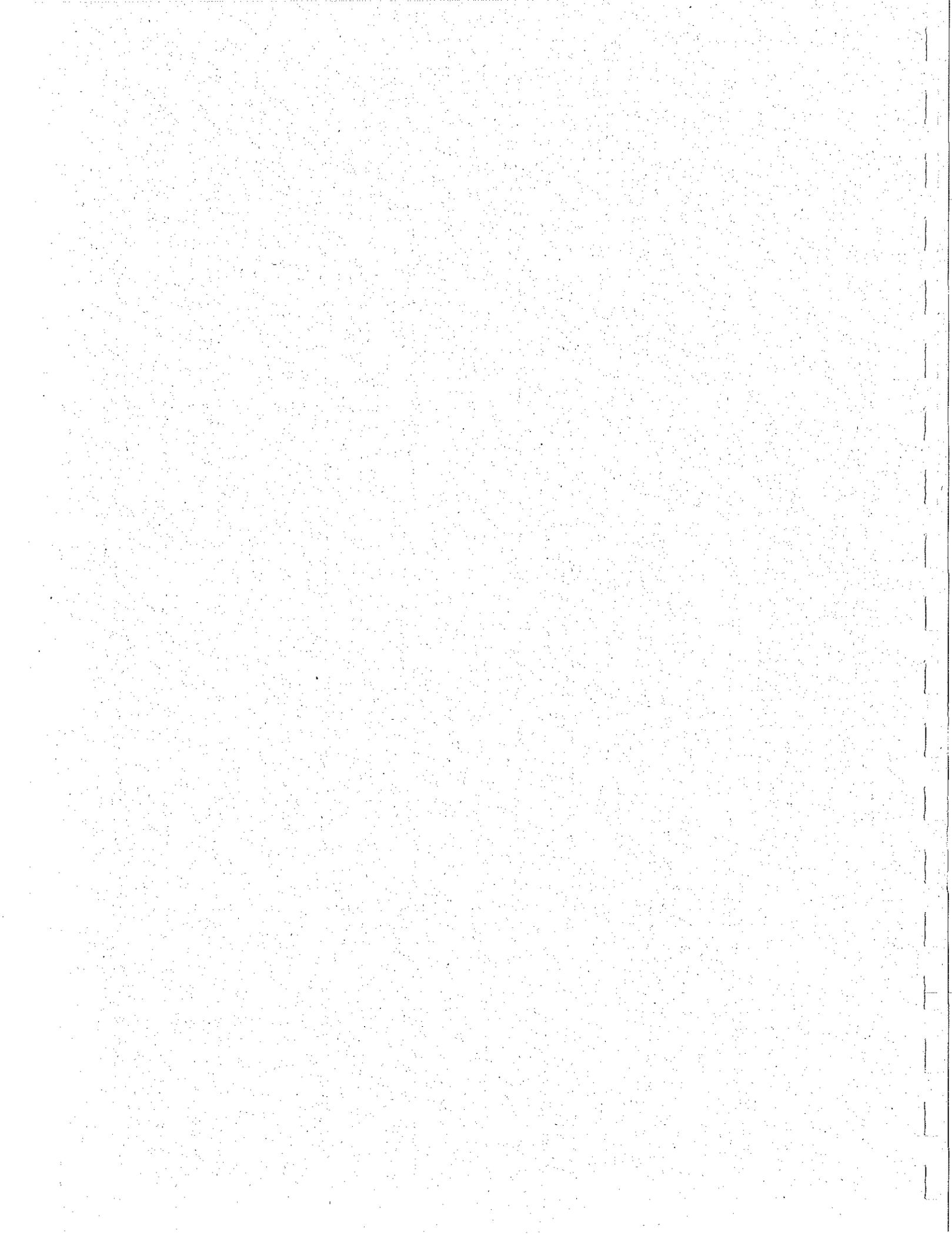
**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT - REGION A
MARYVILLE, MISSOURI**

**MANAGEMENT'S DISCUSSION AND ANALYSIS, CONTINUED
FOR THE YEARS ENDED JUNE 30, 2011 AND 2010**

TABLE 3: Fiscal Year Ending June 30, 2011

Project	Originally Budgeted Funds for Project	Funds Received from DNR	Funds Carried Forward to Project	Source, Carry Forward Funds	Project Costs Applied Prior to FY 2011	Project Costs Applied During FY 2011	Remaining Funds Carried Forward	Project to Benefit from Remaining Funds
2010-01 D.O.	\$ 40,000	\$ 40,000	\$ 1,153	2010-01 District Operations			\$ 1,153	Future projects
2010-02 P.I.	7,500	7,500	2,529	2010-02 Plan Implementation			2,529	Future projects
2010-05 Collection C <i>E-Waste /HHW in Gentry & Nodaway</i>	14,305	14,305	10,917	2010-04 Collection B	\$ 5,575	\$ 6,666	12,981	Future project
2010-06 Triple B	16,829	16,829	--	N/A	--	--	16,829 -- <i>*declined</i>	Future projects
2011-01 D.O.	40,492	40,492	--	N/A	--	40,019	473	Future projects
2011-02 P.I.	7,500	7,500	--	N/A	--	7,355	145	Future projects
2011-03 King City	11,890	11,890	--	N/A	--	7,080	4,810	Project open -- funds carried into next FY 12
2011-04 NEN Hope	525	525	--	N/A	--	525	--	N/A
2011-05 NWMSU	2,550	2,550	--	N/A	--	1,348	1,202	Future projects
2011-06 Albany	12,736	12,736	--	N/A	--	--	12,736	Project open -- funds carried into next FY 12
2011-07 Collection A <i>HHW in Worth</i>	14,805	14,805	--	N/A	--	5,587	9,218	Future Projects
2011-08 Collection B <i>E-waste in Nodaway</i>	6,235	6,235	--	N/A	--	768	5,467	Future Projects

*Recipient declined award after grant was awarded. The resources will be available to be reallocated to other future projects.

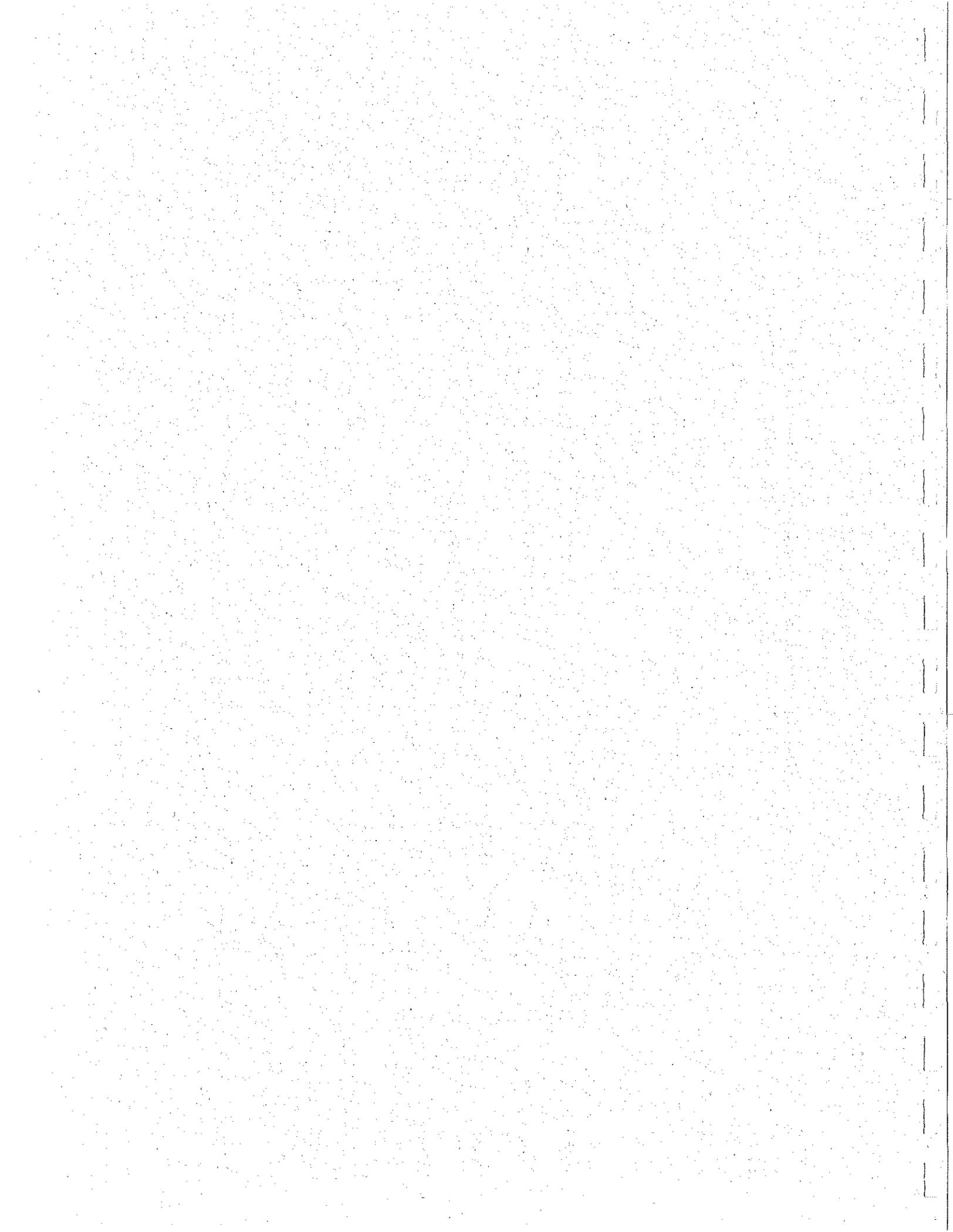


**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT - REGION A
MARYVILLE, MISSOURI**

**MANAGEMENT'S DISCUSSION AND ANALYSIS, CONTINUED
FOR THE YEARS ENDED JUNE 30, 2011 AND 2010**

TABLE 4: Fiscal Year Ending June 30, 2010

Project	Originally Budgeted Funds for Project	Funds Received from DNR	Funds Carried Forward/ Amendments	Source, Carry Forward Funds	Project Costs Applied Prior to FY 2010	Project Costs Applied During FY 2010	Remaining Funds Carried Forward	Project to Benefit from Remaining Fund
2010-01 D.O.	\$ 40,000	\$ 40,000	\$ --	N/A	\$ --	\$ 38,847	\$ 1,153	Future projects
2010-02 P.I.	7,500	7,500	--	N/A	--	4,971	2,529	Future projects
2010-03 Collection A <i>Waste Tire in Holt, Nodaway, Worth</i>	14,211	9,182	5,030 615	2007-05 D.O. 2010-04 & 2010-5 Collections	--	14,827	--	N/A
2010-04 Collection B <i>E-Waste/HHW in Atchison</i>	16,298	7,090	9,208 (11,532)	2007-07 EnTire Reduced and moved to other two 2010 collections	--	4,766	--	N/A
2010-05 Collection C <i>E-Waste /HHW in Gentry & Nodaway</i>	14,304	14,304	10,917	2010-04 Collection B	--	5,574	19,647	Project open – funds carried into next FY 11
2010-06 Triple B	16,829	16,829	--	N/A	--	--	16,829	Project open – funds carried into next FY 11
2010-08 NWMSU	8,737	8,737	--	N/A	--	8,737	--	N/A



**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT - REGION A
MARYVILLE, MISSOURI**

**MANAGEMENT'S DISCUSSION AND ANALYSIS, CONTINUED
FOR THE YEARS ENDED JUNE 30, 2011 AND 2010**

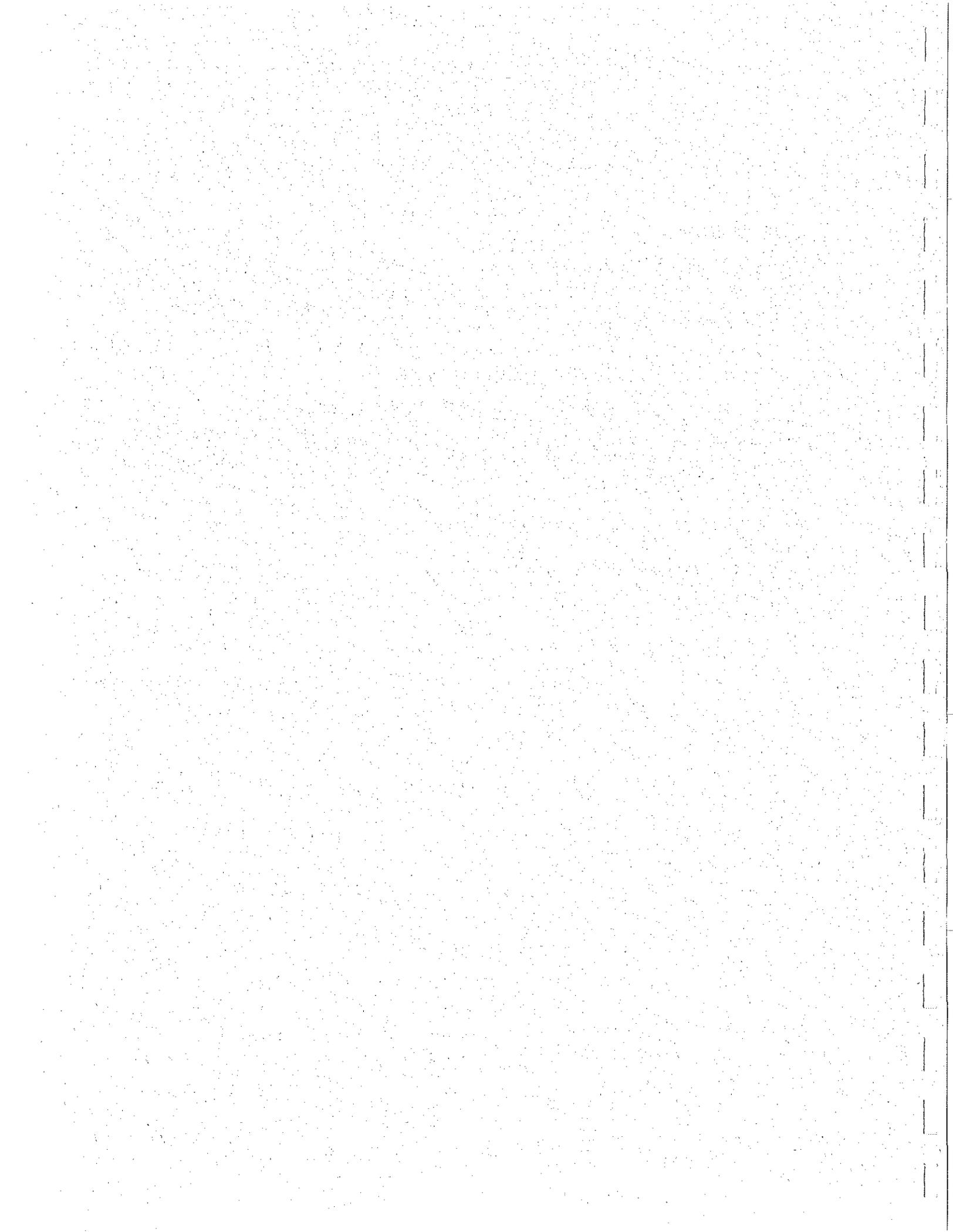
ECONOMIC FACTORS

The District operates in a five-county area of Northwest Missouri and relies solely on MoDNR grant funds to operate. If funding was reduced or eliminated there would be a significant impact to the District and its finances. The District expects to maintain the current level of funds from MoDNR and will maintain a similar budget for the upcoming fiscal year.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide the District's constituents, residents, and funding agency with a general overview of its finances and to demonstrate the accountability for funding it receives. Questions concerning any of the information provided in this report or request for additional information should be addressed to: Northwest Missouri Regional Solid Waste Management District, 114 West Third Street, Maryville, Missouri 64468.

Tye Parsons
Administrator
Northwest Missouri Regional Solid Waste Management District
114 West Third Street
Maryville, Missouri 64468

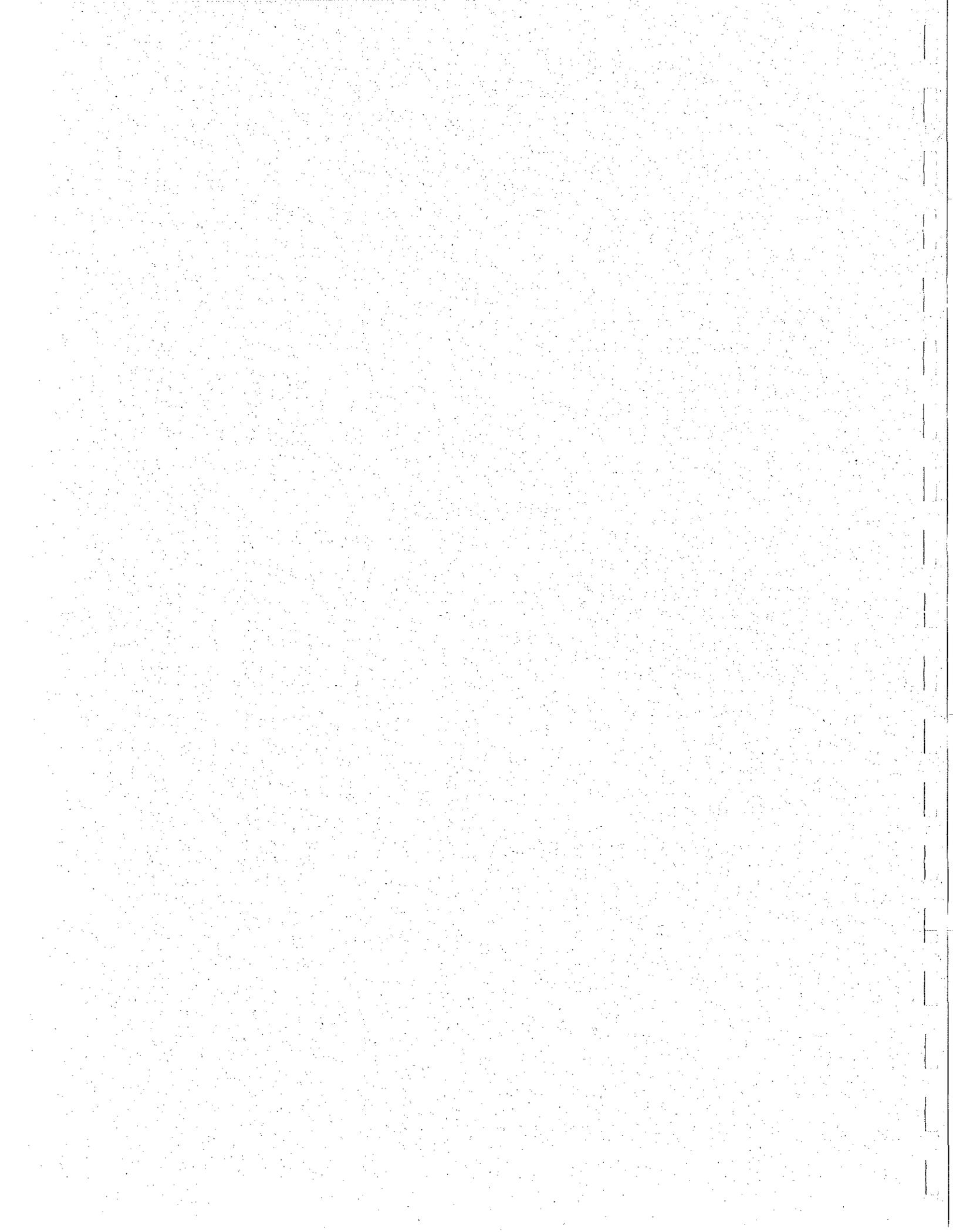


**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT - REGION A
MARYVILLE, MISSOURI**

**STATEMENTS OF NET ASSETS
JUNE 30, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
<u>ASSETS</u>		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 83,542	\$ 53,937
Prepaid expenses	500	500
Total current assets	<u>84,042</u>	<u>54,437</u>
 TOTAL ASSETS	 <u>\$ 84,042</u>	 <u>\$ 54,437</u>
 <u>LIABILITIES AND NET ASSETS</u>		
LIABILITIES:		
Accounts payable from restricted assets	\$ 2,536	\$ 1,311
Accounts payable from restricted assets - related party	12,212	11,751
Deferred grant revenue obligated for grants from restricted assets	17,545	19,647
Deferred grant revenue to be obligated for future grants from restricted assets	<u>49,998</u>	<u>20,511</u>
Total liabilities	<u>82,291</u>	<u>53,220</u>
 NET ASSETS:		
Unrestricted	<u>1,751</u>	<u>1,217</u>
Total net assets	<u>1,751</u>	<u>1,217</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 84,042</u>	 <u>\$ 54,437</u>

See Notes to Financial Statements.

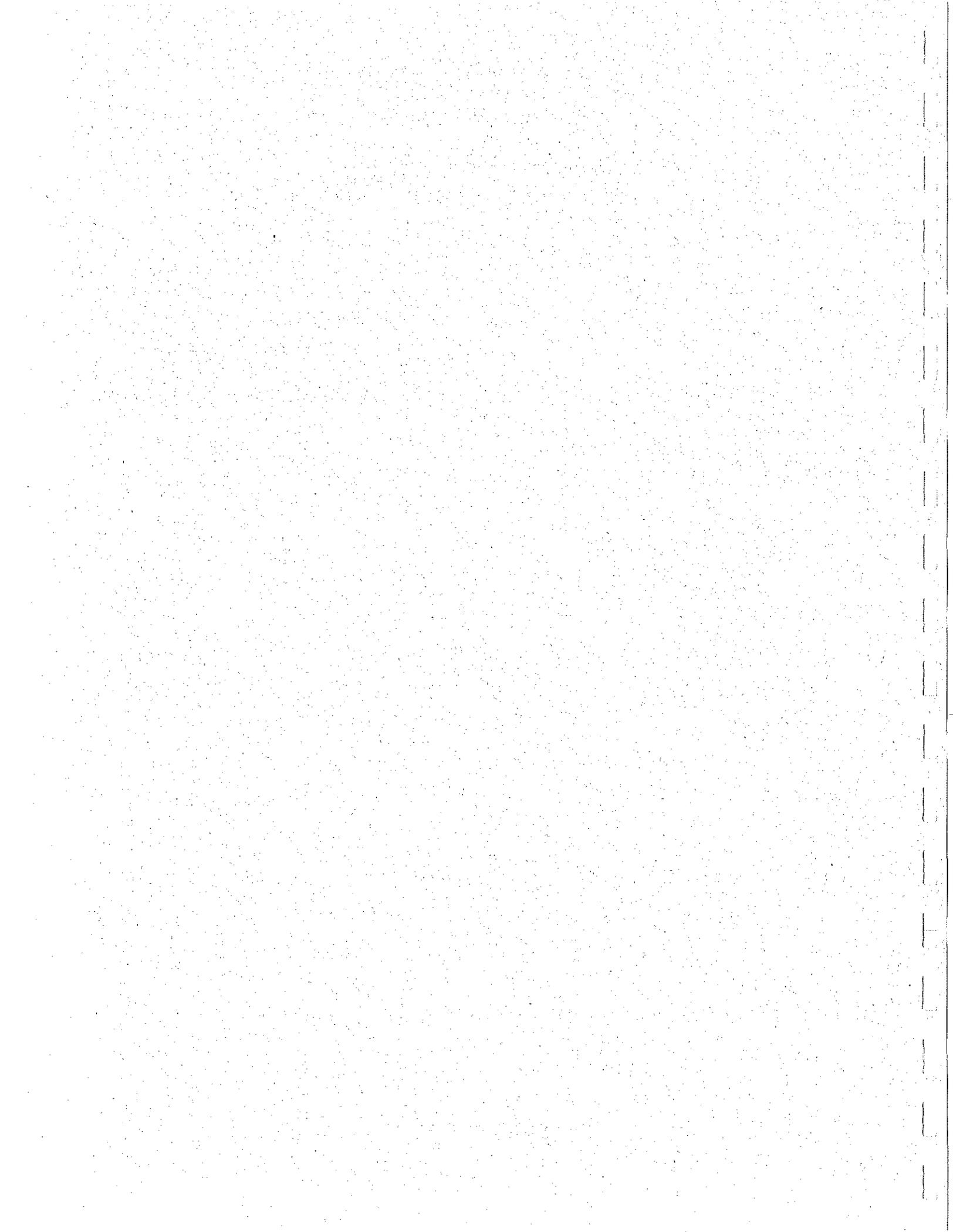


**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT - REGION A
MARYVILLE, MISSOURI**

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011**

	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net Revenue and Change in Net Assets</u>
		<u>Capital Grants and Contributions</u>	<u>Operating Grants and Contributions</u>	<u>Primary Governmental Activities</u>
Functions and Programs				
Primary Government:				
Governmental Activities:				
Solid waste management	<u>\$ 69,348</u>	<u>\$ 8,953</u>	<u>\$ 60,395</u>	<u>\$ -</u>
General Revenues:				
Unrestricted investment earnings				<u>534</u>
Total general revenues				<u>534</u>
Change in net assets				534
Net Assets - Beginning of year				<u>1,217</u>
Net Assets - End of year				<u>\$ 1,751</u>

See Notes to Financial Statements.



**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT - REGION A
MARYVILLE, MISSOURI**

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010**

	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net Revenue and Change in Net Assets</u>
		<u>Capital Grants and Contributions</u>	<u>Operating Grants and Contributions</u>	<u>Primary Governmental Activities</u>
Functions and Programs				
Primary Government:				
Governmental Activities:				
Solid waste management	<u>\$ 77,722</u>	<u>\$ 8,737</u>	<u>\$ 68,985</u>	<u>\$ -</u>
General Revenues:				
Unrestricted investment earnings				717
Total general revenues				<u>717</u>
Change in net assets				717
Net Assets - Beginning of year				<u>500</u>
Net Assets - End of year				<u>\$ 1,217</u>

See Notes to Financial Statements.

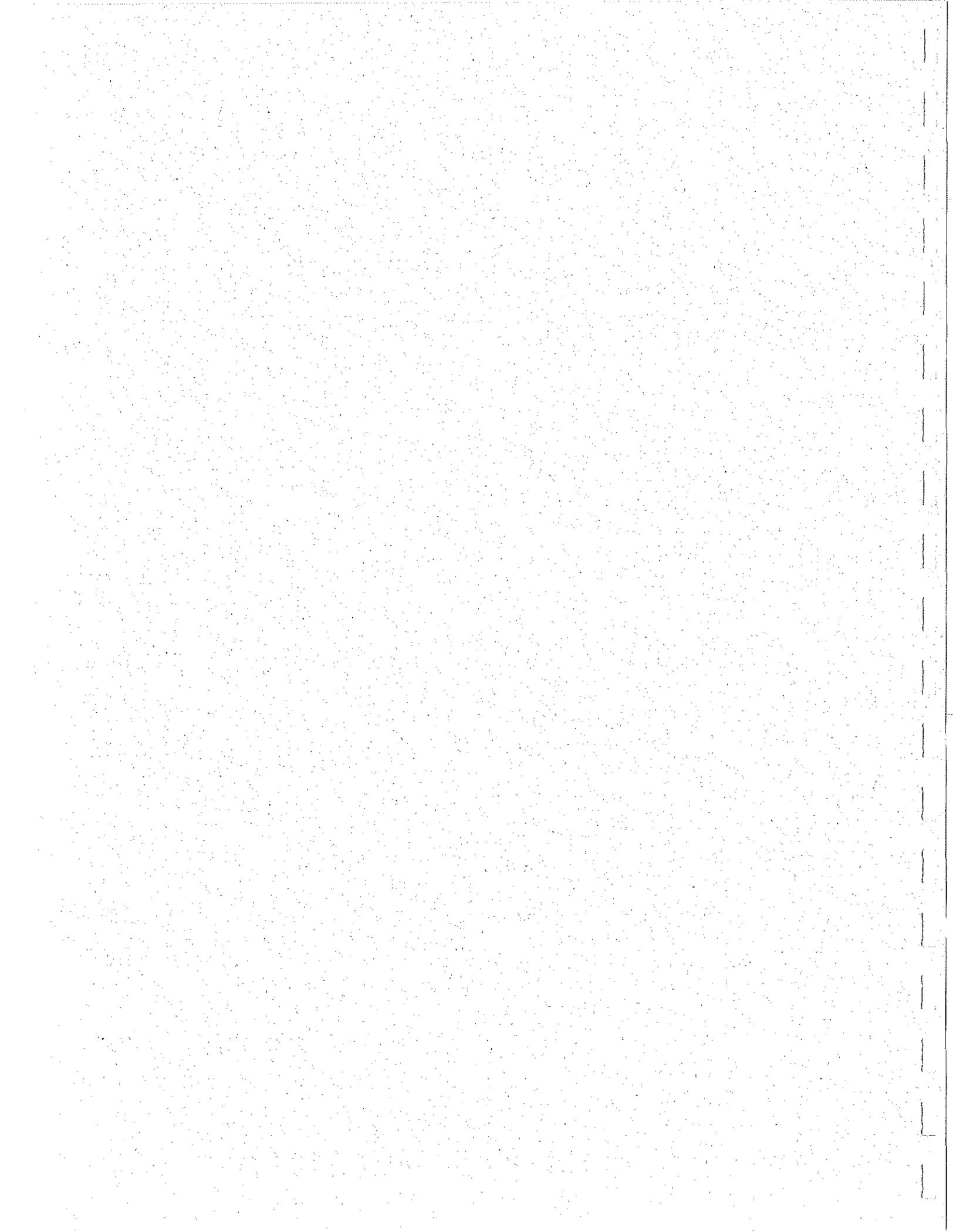
**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT - REGION A
MARYVILLE, MISSOURI**

**BALANCE SHEETS - GOVERNMENTAL FUNDS
JUNE 30, 2011 AND 2010**

	2011		
	Governmental Funds		
	General	Special Revenue	Total
<u>ASSETS</u>			
CURRENT ASSETS:			
Cash and cash equivalents	\$ 1,251	\$ 82,291	\$ 83,542
Prepaid expenses	500		500
Total current assets	1,751	82,291	84,042
TOTAL ASSETS	\$ 1,751	\$ 82,291	\$ 84,042
 <u>LIABILITIES AND FUND EQUITY</u>			
CURRENT LIABILITIES:			
Accounts payable		\$ 2,536	\$ 2,536
Accounts payable - related party		12,212	12,212
Deferred grant revenue obligated for grants		17,545	17,545
Deferred grant revenue obligated for future grants		49,998	49,998
Total current liabilities		82,291	82,291
 FUND EQUITY:			
Fund balance unassigned	\$ 1,751		1,751
Total	1,751		1,751
TOTAL LIABILITIES AND FUND EQUITY	\$ 1,751	\$ 82,291	\$ 84,042

2010		
Governmental Funds		
General	Special Revenue	Total
\$ 717	\$ 53,220	\$ 53,937
500		500
<u>1,217</u>	<u>53,220</u>	<u>54,437</u>
<u>\$ 1,217</u>	<u>\$ 53,220</u>	<u>\$ 54,437</u>
	\$ 1,311	\$ 1,311
	11,751	11,751
	19,647	19,647
	<u>20,511</u>	<u>20,511</u>
	<u>53,220</u>	<u>53,220</u>
<u>\$ 1,217</u>		<u>1,217</u>
<u>1,217</u>		<u>1,217</u>
<u>\$ 1,217</u>	<u>\$ 53,220</u>	<u>\$ 54,437</u>

See Notes to Financial Statements.

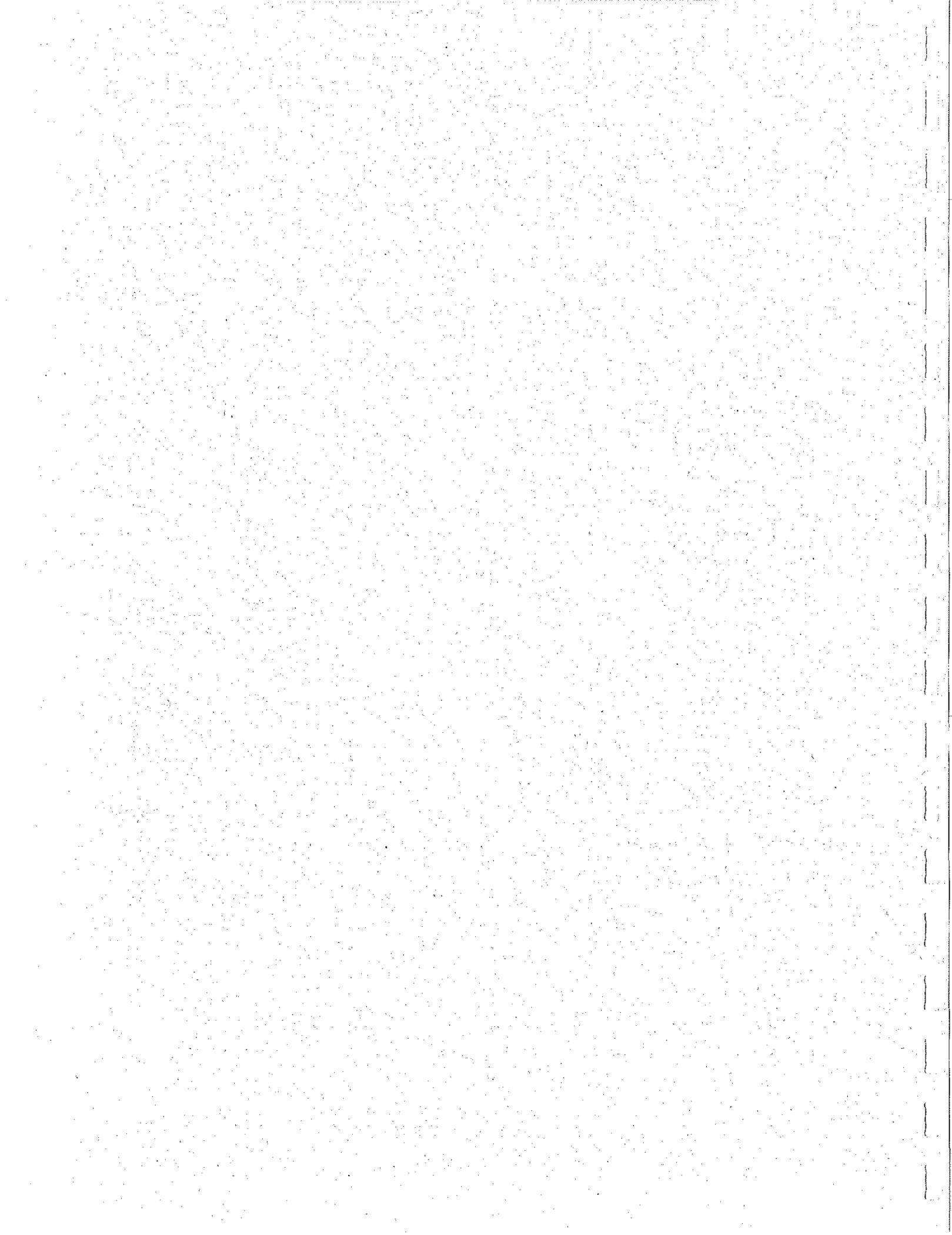


**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT - REGION A
MARYVILLE, MISSOURI**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011**

	<u>General</u>	<u>Special Revenue</u>	<u>Total</u>
REVENUE:			
Grant revenue		\$ 69,348	\$ 69,348
Interest income	\$ 534		534
Total	<u>534</u>	<u>69,348</u>	<u>69,882</u>
EXPENDITURES:			
Current - District operations and plan implementation:			
Salaries and wages		29,362	29,362
Fringe		5,686	5,686
Travel		1,628	1,628
Supplies		655	655
Advertising		887	887
Insurance		1,243	1,243
Membership and subscription		150	150
Miscellaneous		266	266
Indirect costs		7,497	7,497
Total		<u>47,374</u>	<u>47,374</u>
Current - Subgrants:			
Collections		13,021	13,021
Equipment		8,953	8,953
Total		<u>21,974</u>	<u>21,974</u>
Total expenditures		<u>69,348</u>	<u>69,348</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	<u>534</u>	<u>-</u>	<u>534</u>
FUND BALANCE - Beginning of year	<u>1,217</u>	<u>-</u>	<u>1,217</u>
FUND BALANCE - End of year	<u>\$ 1,751</u>	<u>\$ -</u>	<u>\$ 1,751</u>

See Notes to Financial Statements.

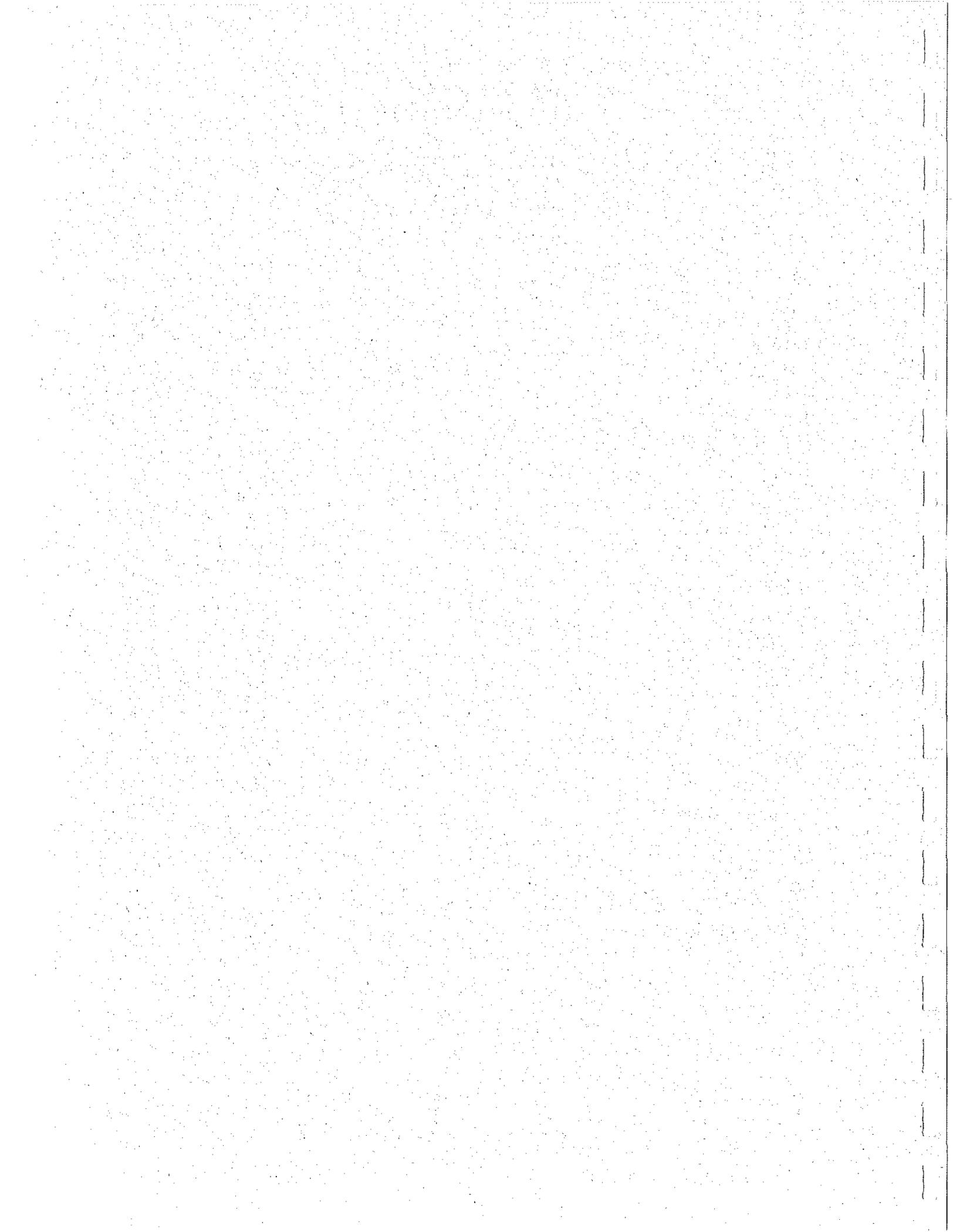


**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT - REGION A
MARYVILLE, MISSOURI**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2010**

	General	Special Revenue	Total
REVENUE:			
Grant revenue		\$ 77,722	\$ 77,722
Interest income	\$ 717		717
Total	717	77,722	78,439
EXPENDITURES:			
Current - District operations and plan implementation:			
Salaries and wages		22,033	22,033
Fringe		3,340	3,340
Travel		2,926	2,926
Training		350	350
Supplies		1,173	1,173
Advertising		595	595
Insurance		1,243	1,243
Memberships and subscriptions		125	125
Audit		4,000	4,000
Miscellaneous		698	698
Professional services		1,000	1,000
Indirect costs		6,335	6,335
Total		43,818	43,818
Current - Subgrants:			
Collections		25,167	25,167
Equipment		8,737	8,737
Total		33,904	33,904
Total expenditures		77,722	77,722
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	717	-	717
FUND BALANCE - Beginning of year	500	-	500
FUND BALANCE - End of year	\$ 1,217	\$ -	\$ 1,217

See Notes to Financial Statements.



**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT – REGION A
MARYVILLE, MISSOURI**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011 AND 2010**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Northwest Missouri Regional Solid Waste Management District (the District) was formed in Region A, pursuant to RSMo. Section 260.305, and was officially recognized by the Missouri Department of Natural Resources in 1991. The District includes the counties of Atchison, Gentry, Holt, Nodaway and Worth and their participating cities with a population of 500 or more. Participation in the District is voluntary and is formally established through a resolution of adoption filed with the District office by the member governments. The purpose of the District is to promote cooperation in solving solid waste management problems and to promote resource recovery and recycling. The District's responsibilities include planning requirements as established by the Solid Waste Management Program, and the administration of grant funds made available to the District from the Solid Waste Management Fund, in accordance with RSMo. Section 260.335.2.

The District is comprised of a council and an executive board of seven members, four with a two year term each and three with a one year term each. The Chairman and Secretary/Treasurer of the Council appoint board members from each county. The District's activities are administered by the Northwest Missouri Regional Council of Governments, located in Maryville, Missouri.

The accounting policies of the District conform to accounting principles generally accepted in the United States of America, as applicable to governments. The following is a summary of the more significant policies:

A. Reporting Entity:

The District's reporting entity includes the District's governing board and all related organizations for which the District exercises oversight responsibility.

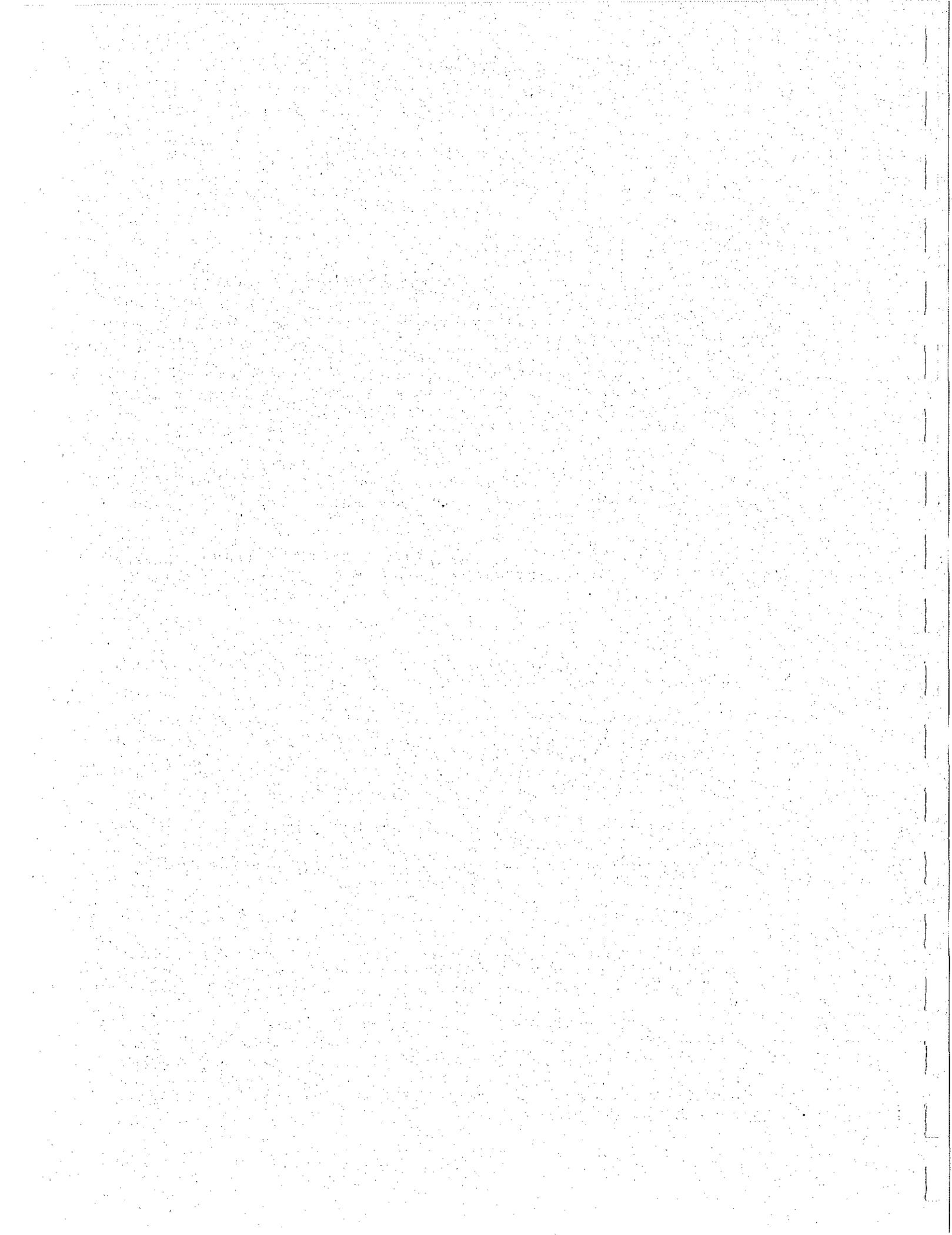
The District has developed criteria to determine whether outside agencies should be included within its financial reporting entity. The criteria include, but are not limited to, whether the District exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service, and special financing relationships.

The District has determined that no other outside agency meets the above criteria and, therefore, no other agency has been included as a component in the District's financial statements. In addition, the District is not aware of any entity which would exercise such oversight resulting in the District being considered a component unit of another entity.

B. Basis of Presentation:

The government-wide financial statements use an economic resources measurement focus and are accounted for using the accrual basis of accounting. Under this basis of accounting, revenues are recognized when earned and expenses are recognized when the related liability is incurred.

The governmental fund types (General Fund and Special Revenue Funds) use a current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Revenues are recognized when they become measurable and collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recognized under the modified accrual basis of accounting when the related fund liability is incurred, if measurable.



**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT – REGION A
MARYVILLE, MISSOURI**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011 AND 2010**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

B. Basis of Presentation, Continued:

The government-wide financial statements include the Statement of Net Assets and the Statement of Activities. These statements report financial information for the District as a whole excluding fiduciary activities and component units that are fiduciary in nature, with interfund activities removed. Governmental activities include programs supported primarily by state grants, local sources, and other intergovernmental revenues. The District has no business-type activities that rely, to a significant extent, on fees and charges for support.

The Statement of Activities demonstrates how other people or entities that participate in programs the District operates have shared in the payment of direct costs. The "capital grants and contributions" column includes amounts paid by organizations outside the District that are to be used to purchase, construct, or renovate capital assets associated with a specific program. The "operating grants and contributions" column includes amounts paid by organizations outside the District to help meet the operational requirements of a given function. If revenue is not program revenue, it is general revenue used to support all of the District's functions.

The accounts of the District are organized on the basis of funds, each of which is a separate accounting entity. The operations of each fund are accounted for through a set of self-balancing accounts which comprise its assets, liabilities, fund equity, revenues, and expenditures. The following funds are used by the District:

Governmental Funds:

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

Special Revenue Fund - The Special Revenue Fund is used to account for revenues derived from earmarked revenue sources that are restricted to expenditures for specified purposes.

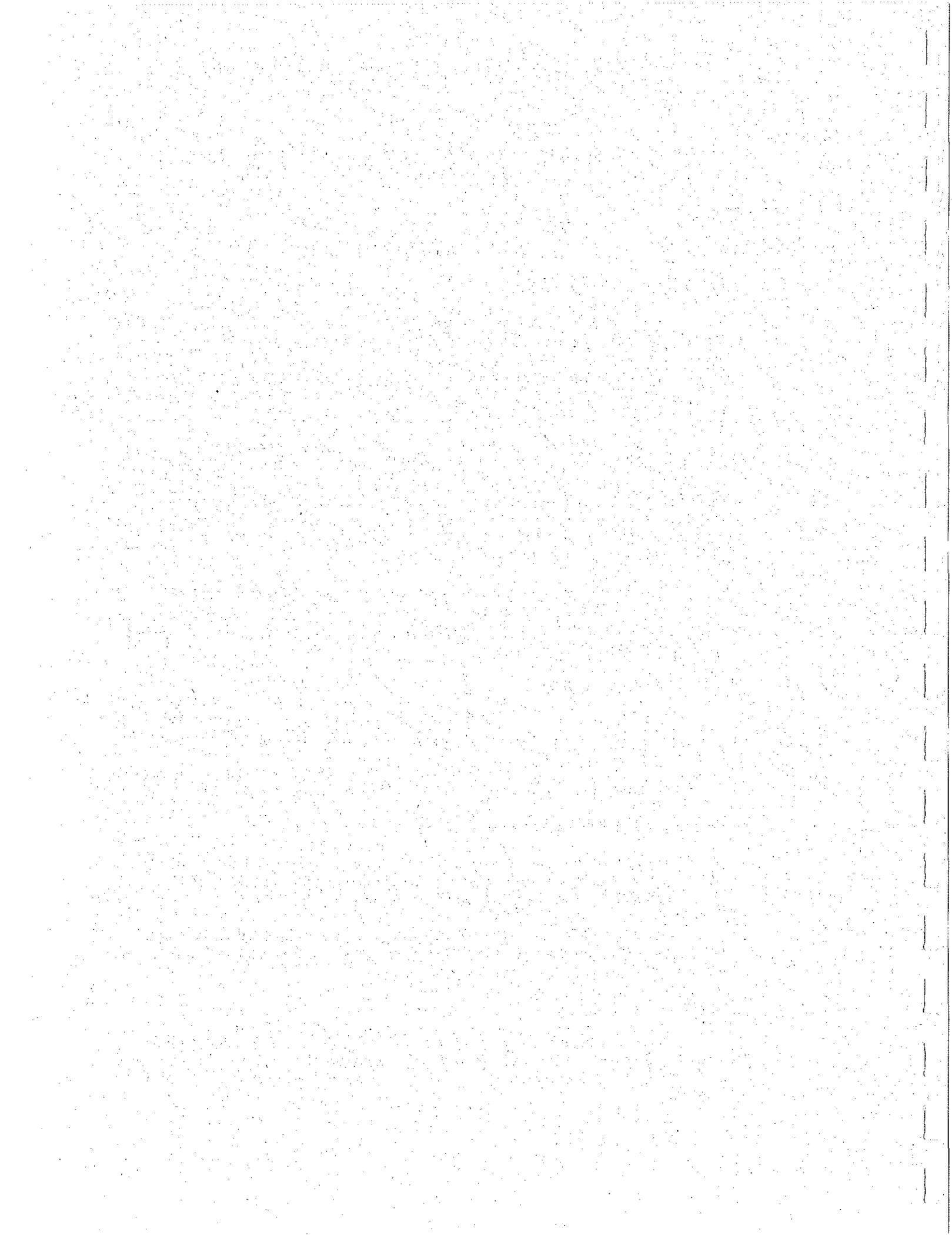
The major source of revenue is state grants, as discussed below:

Grant Revenue - Grant revenue is recognized when program expenditures are incurred in accordance with program guidelines. Such revenue is subject to review by the funding agency and may result in disallowance in subsequent periods.

Deferred revenue arises when grant amounts exceed allowable expenditures as of the end of the fiscal year. In subsequent periods, as allowable expenditures are made, the liability for deferred revenue is decreased as revenue is recognized.

C. Accounting Estimates:

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.



**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT – REGION A
MARYVILLE, MISSOURI**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011 AND 2010**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

D. Capital Assets:

The District purchases equipment, vehicles and other capital assets for member communities and organizations with the proceeds from various grants, as part of its mission to encourage proper solid waste management. These capital assets are not reported as assets in the financial statements of the District. Once the capital assets are transferred to the recipient they remain the property of the recipient, with the District having only a security interest in the capital assets that cost more than \$5,000. If at any time the recipient of the assets should dispose of or otherwise forfeit the capital assets donated by the District, then the District will resume ownership.

A summary of the value of the District's security interest in capital assets is as follows:

	<u>June 30, 2010</u>	<u>June 30, 2011</u>
Vehicles and equipment	\$16,867	\$15,995

E. Restricted Resources:

It is the District's policy to use restricted resources first, then unrestricted resources as needed, when both restricted and unrestricted resources are available.

F. Budgets and Budgetary Accounting:

In accordance with the District's bylaws, the executive board is responsible for preparing an annual budget. After being prepared, the annual budget will then be presented to the council for approval at the July Council Meeting. The operating budget covers all funds and includes proposed revenues and expenditures for the upcoming cycle.

The District's primary funding source is state grants which have grant periods and cycles that may or may not coincide with the District's fiscal year. These grants normally are for a twelve-month period; however, they can be awarded for periods shorter or longer than twelve months.

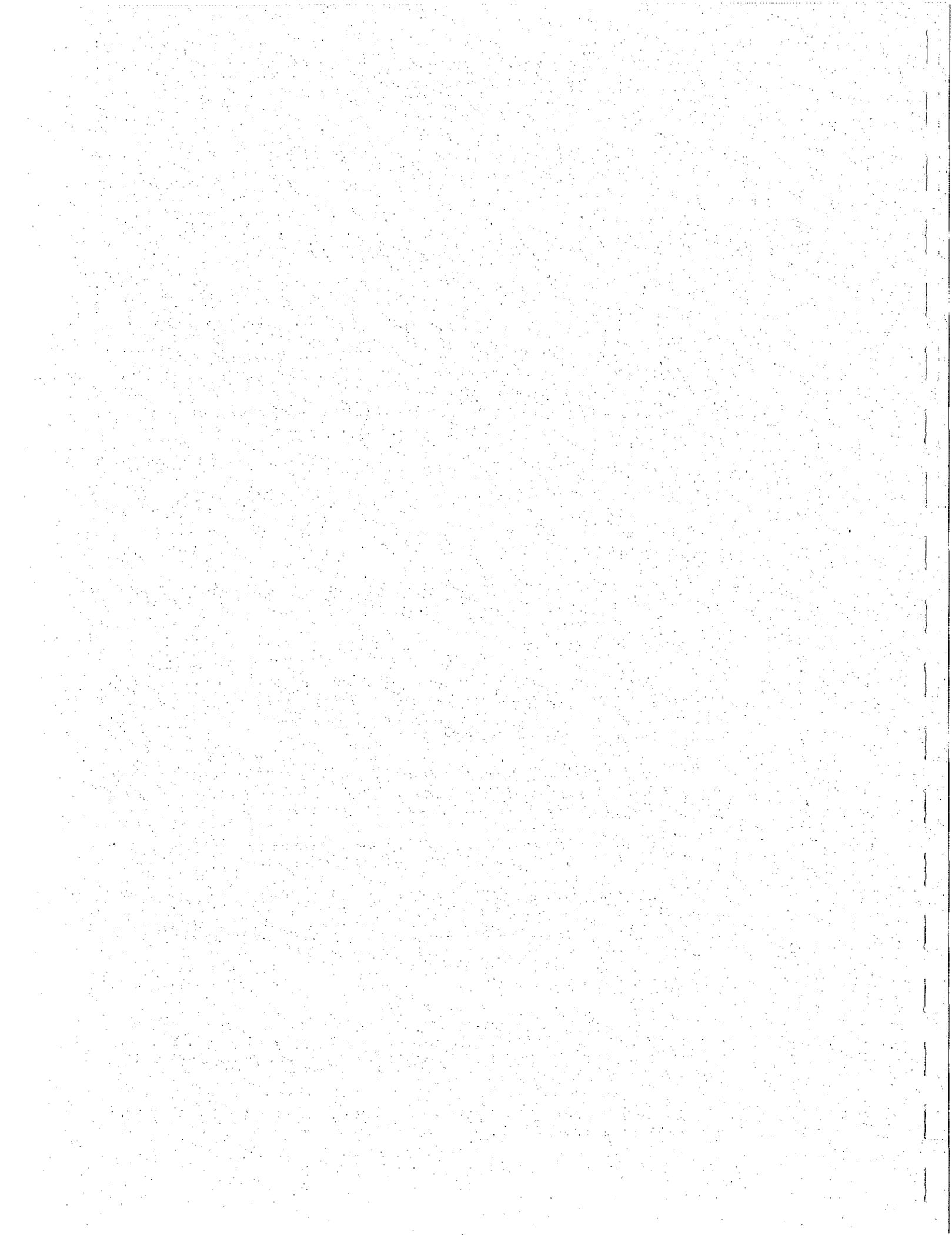
Because of the District's dependency on federal, state and local budgetary decisions, revenue estimates are based upon the best available information as to potential sources of funding.

The resultant annual budget is subject to constant change within the fiscal year due to: increases or decreases in actual grant awards from those estimated, changes in grant periods, unanticipated grant awards not included in the budget, and expected grant awards which fail to materialize.

G. Governmental Fund Balances:

The District has applied the provisions of GASB Statement No. 54 as of June 30, 2011. The statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which the District is bound to observe constraints imposed upon the use of its resources reported in governmental funds.

The District considers restricted, committed, assigned and unassigned amounts to be spent in that order when expenditures are incurred for which any of those amounts are available.



**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT – REGION A
MARYVILLE, MISSOURI**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011 AND 2010**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

G. Governmental Fund Balances, Continued:

The executive board is the responsible for determining any committed or assigned fund balances. To establish, modify, or rescind a fund balance commitment, formal action must be taken by the board of directors.

At June 30, 2011 and 2010, the District had no nonspendable, restricted, committed, or assigned fund balance.

H. Fair Value:

Cash deposits are reported at carrying amount, which reasonably estimates fair value.

2. CASH AND INVESTMENTS

The District complies with various restrictions on deposits and investments which are imposed by state statute as follows:

A. Cash:

Deposits - All deposits with financial institutions must be collateralized in an amount at least equal to uninsured deposits. At June 30, 2011, the carrying amount of the District's deposits was \$83,542 and the bank balance was \$83,542. The entire bank balance was covered by federal depository insurance.

At June 30, 2010, the carrying amount of the District's deposits was \$53,937 and the bank balance was \$53,937. The entire bank balance was covered by federal depository insurance.

B. Restricted Cash:

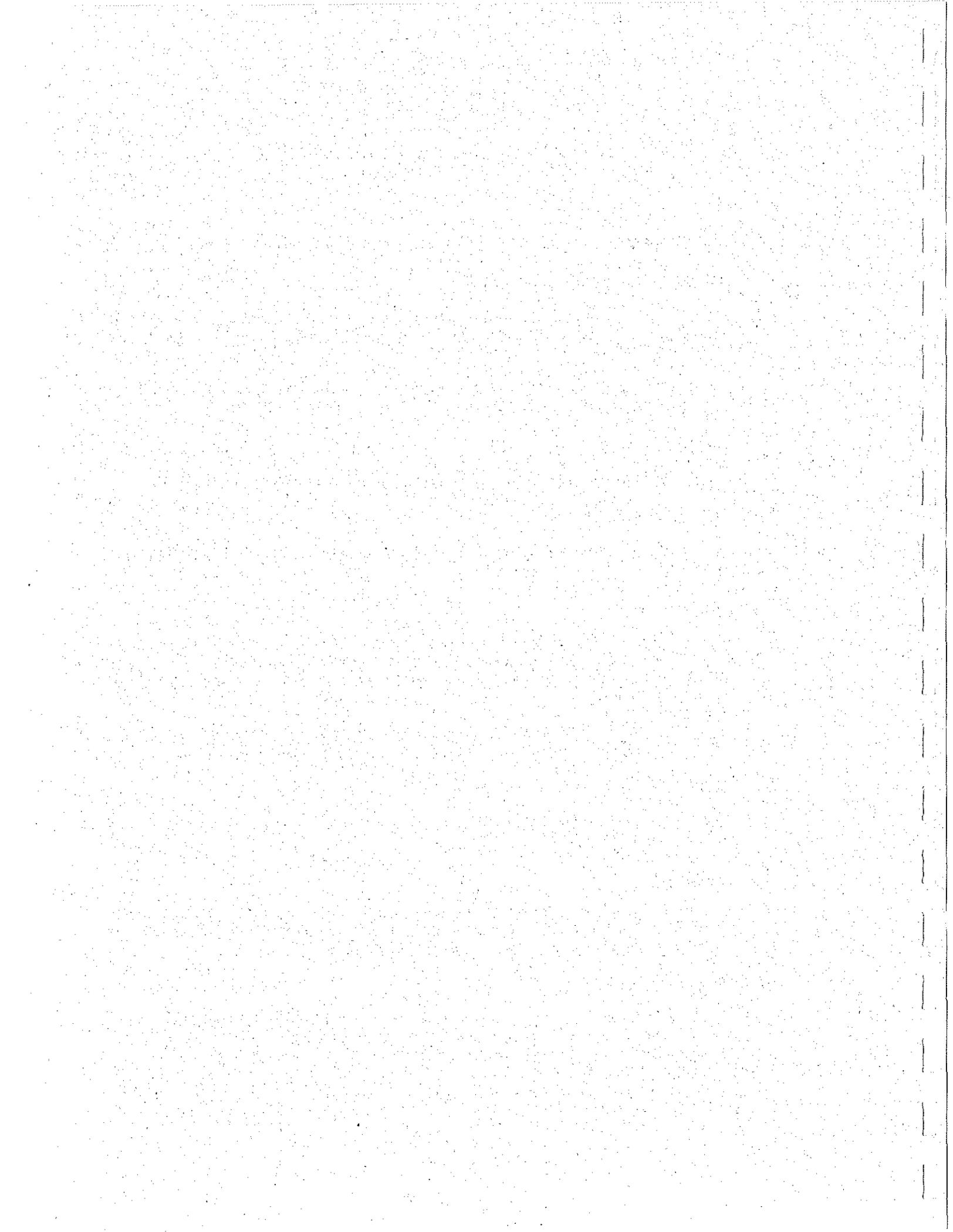
Cash is restricted to be used only for purposes as set forth in grant agreements with the Department of Natural Resources.

C. Investments:

The District may invest in certificates of deposits, bonds of the State of Missouri or any wholly-owned corporation of the United States, or in other short-term obligations of the United States. The District had no such investments at June 30, 2011 and 2010.

3. DEFERRED REVENUE

As described in Note 1, it is the District's policy to record revenue in the period earned. Under grant regulations, grant resources are earned, and recognized, in the period in which grant funds are expended. If a grant's program year extends beyond the District's fiscal year end, the amount of unexpended grant funds as of the District's fiscal year end is recorded as deferred revenue. Consequently, as grant funds are expended during the District's subsequent fiscal year, the deferred revenue as of the prior fiscal year end is recognized as revenue. The amount of deferred revenue as of June 30, 2011 and 2010, was \$67,543 and \$40,158, respectively.



**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT – REGION A
MARYVILLE, MISSOURI**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011 AND 2010**

4. RELATED PARTY TRANSACTION

The District is related to the Northwest Missouri Regional Council of Governments (the Council) by sharing office space. In addition, the District has entered into a contract with the Council for administrative and accounting services. The District has also entered into contracts with the Council for collection programs. The total amount paid to the Council for these contracts was \$60,395 and \$68,986 during the years ended June 30, 2011 and 2010, respectively. The District has an account payable to the Council at June 30, 2011 and 2010, of \$12,212 and \$11,751, respectively, for the Council's fees for administrative, planning, and collection contracts that have not been reimbursed by the District.

5. ECONOMIC DEPENDENCY

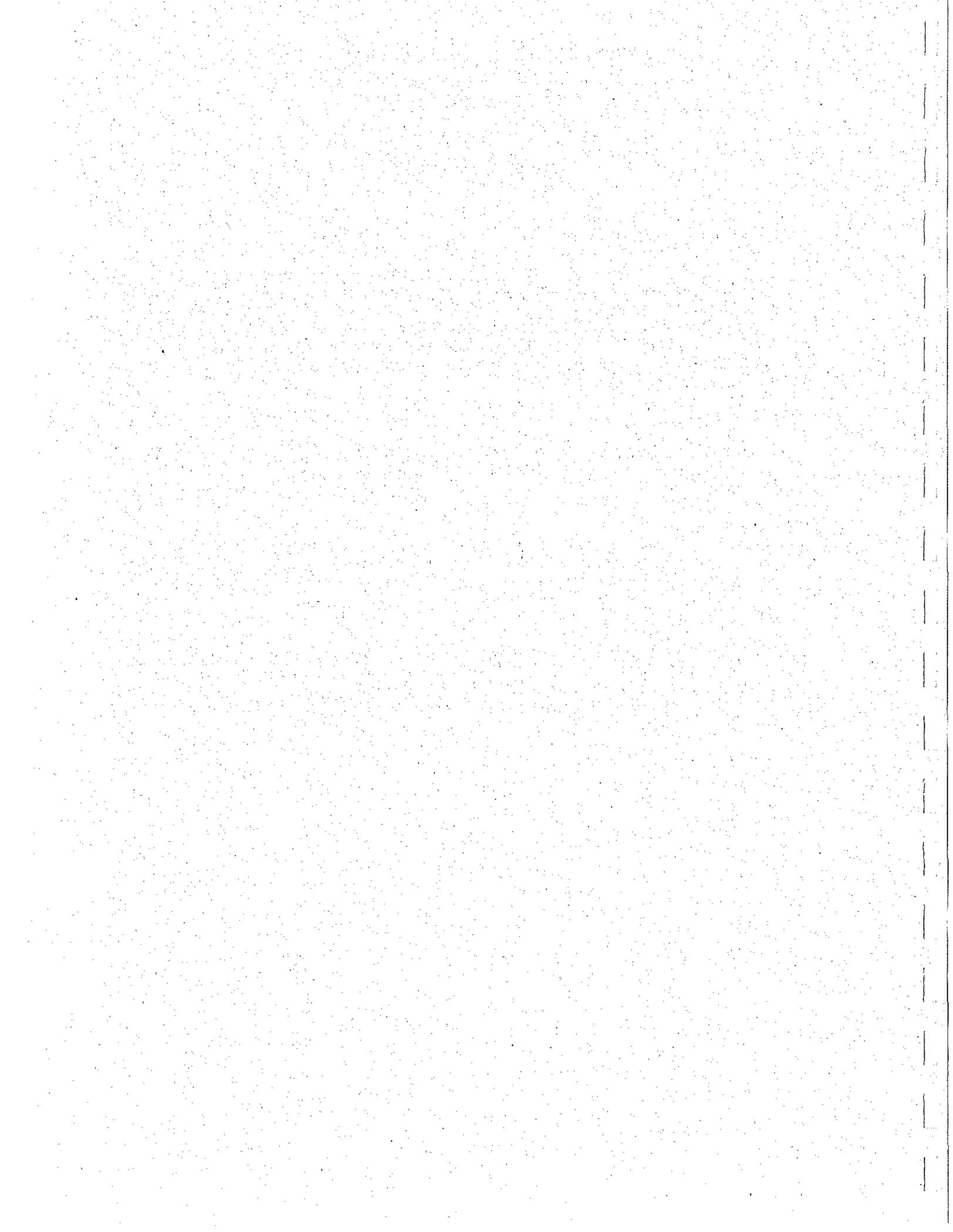
The District receives a substantial amount of its support from the state. If a significant reduction in this level of state support were to occur, it may have an effect on the District's programs.

6. CONTINGENCY

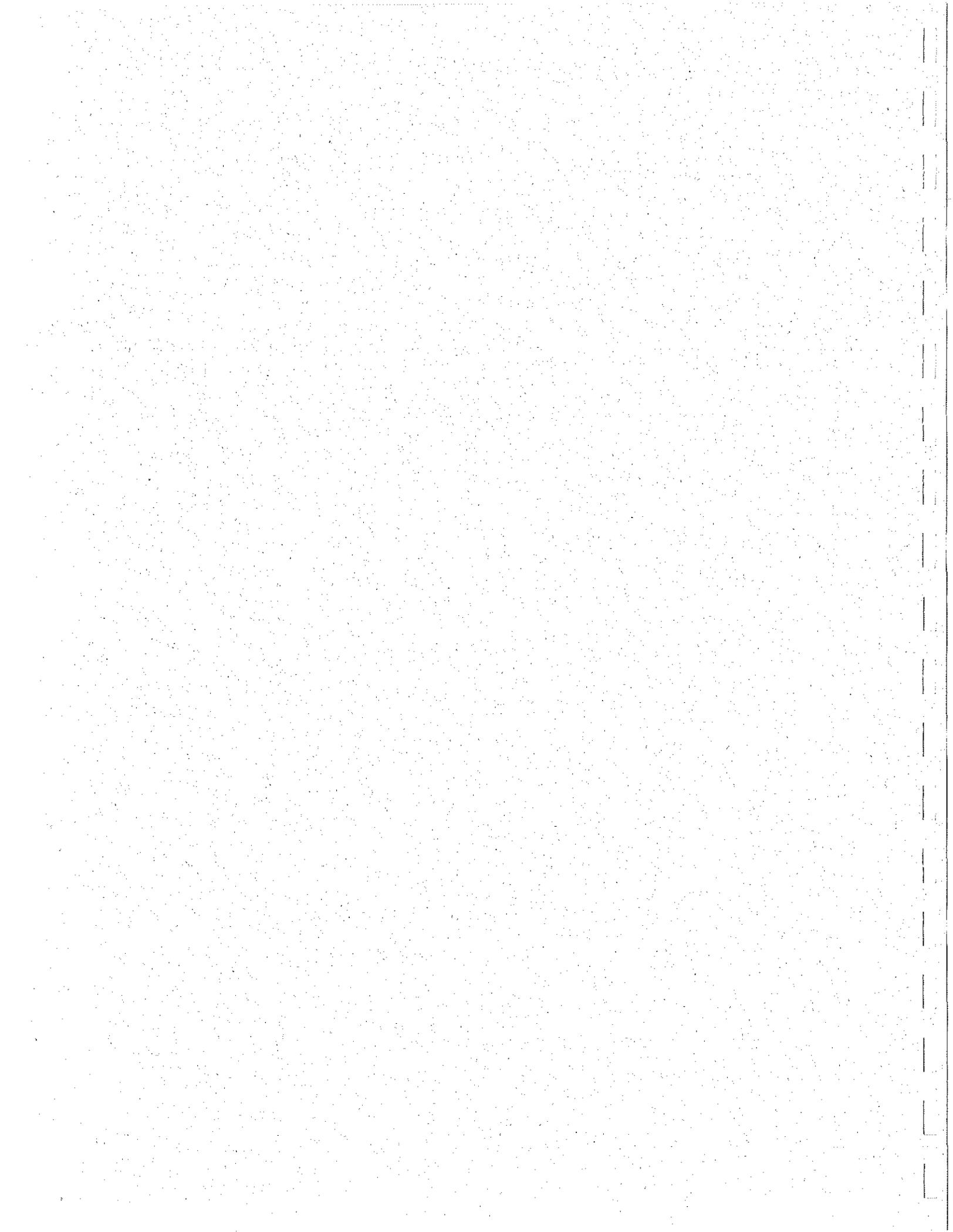
The District receives state funding for specific purposes that are subject to review and audit. These reviews and audits could lead to requests for reimbursement or to withholding of future funding for expenditures disallowed under, or other noncompliance with, the terms of the grants and funding.

7. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by the purchase of commercial insurance. The District assumes liability for any deductibles and claims in excess of coverage limitations. Settled claims from these risks have not exceeded commercial insurance coverage in the past year.



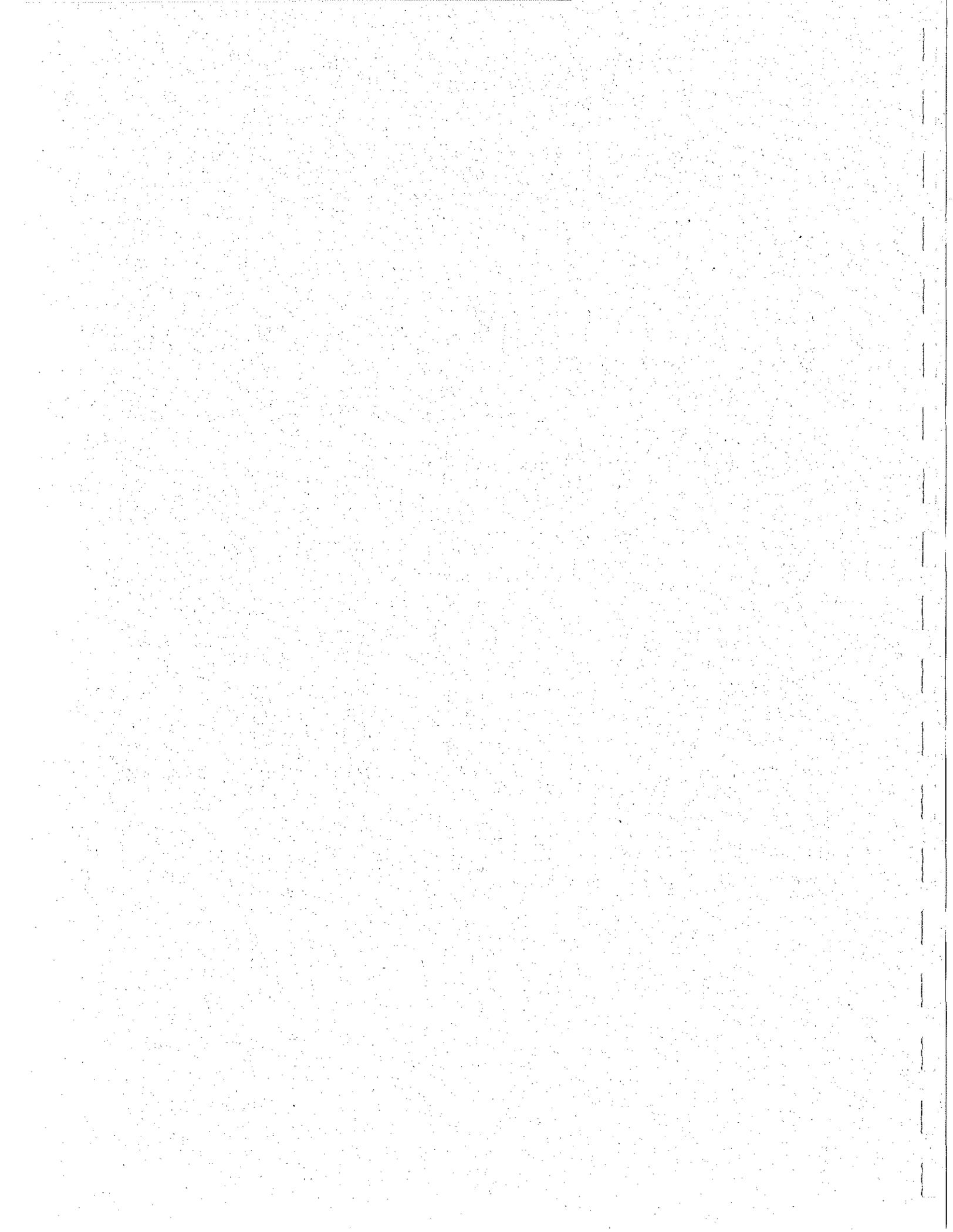
REQUIRED SUPPLEMENTARY DATA



**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT - REGION A
MARYVILLE, MISSOURI**

**COMBINED SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011**

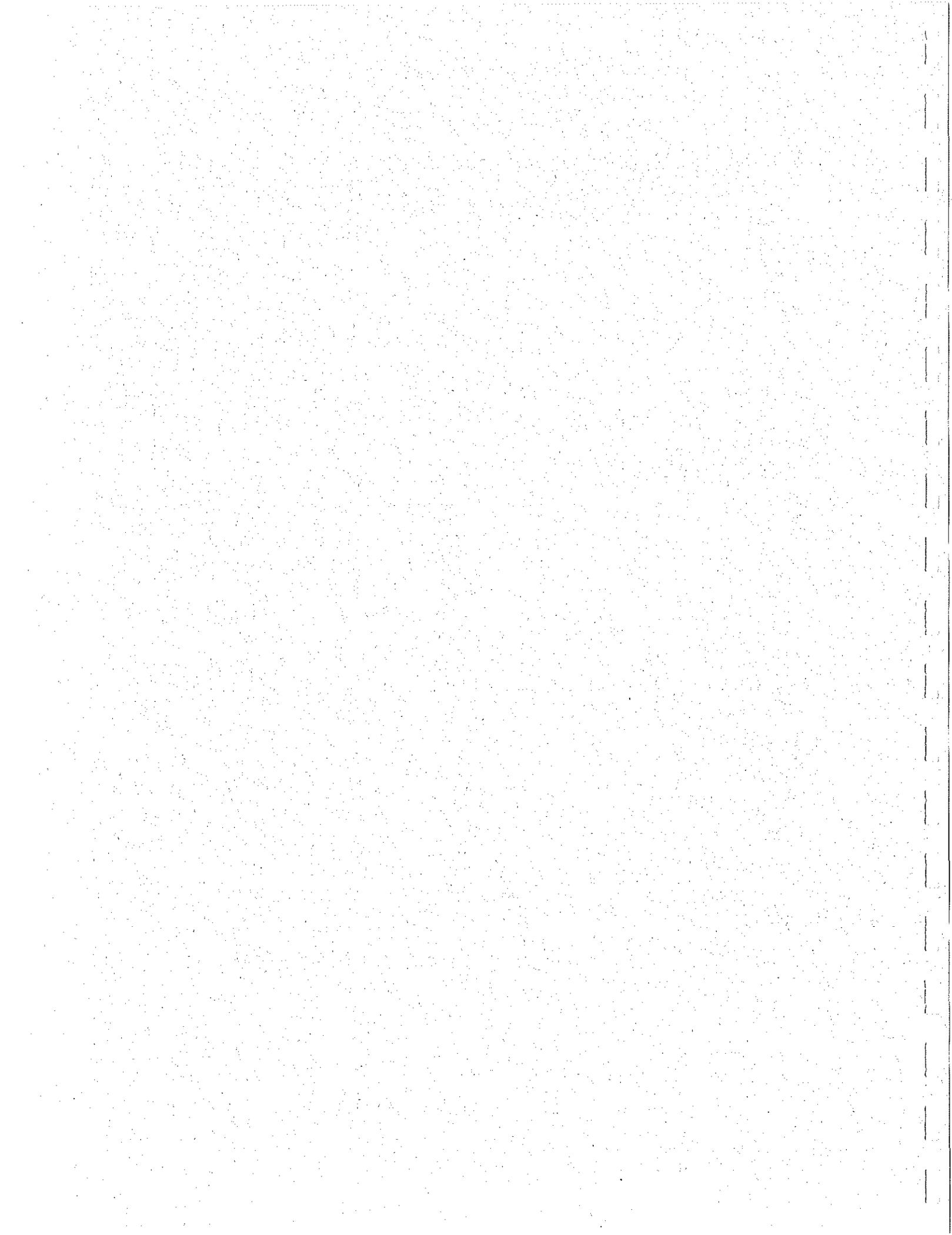
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUE:				
Grant revenue	\$ 96,734	\$ 69,965	\$ 69,348	\$ (617)
Interest income			534	534
Total	<u>96,734</u>	<u>69,965</u>	<u>69,882</u>	<u>(83)</u>
EXPENDITURES:				
District operations and plan implementation				
Salaries and wages	27,778	29,417	29,362	55
Fringe	4,681	5,812	5,686	126
Travel	3,900	1,803	1,628	175
Supplies	1,837	775	655	120
Advertising	632	887	887	-
Insurance	1,243	1,243	1,243	-
Membership and subscription	125	150	150	-
Miscellaneous	531	346	266	80
Indirect costs	7,265	7,559	7,497	62
Total District Operations	<u>47,992</u>	<u>47,992</u>	<u>47,374</u>	<u>618</u>
Subgrants				
Collections	21,040	13,020	13,021	(1)
Equipment	27,702	8,953	8,953	-
Total Subgrants	<u>48,742</u>	<u>21,973</u>	<u>21,974</u>	<u>(1)</u>
Total	<u>96,734</u>	<u>69,965</u>	<u>69,348</u>	<u>617</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES				
	<u>\$ -</u>	<u>\$ -</u>	534	<u>\$ 534</u>
FUND BALANCE - Beginning of year			<u>1,217</u>	
FUND BALANCE - End of year			<u>\$ 1,751</u>	



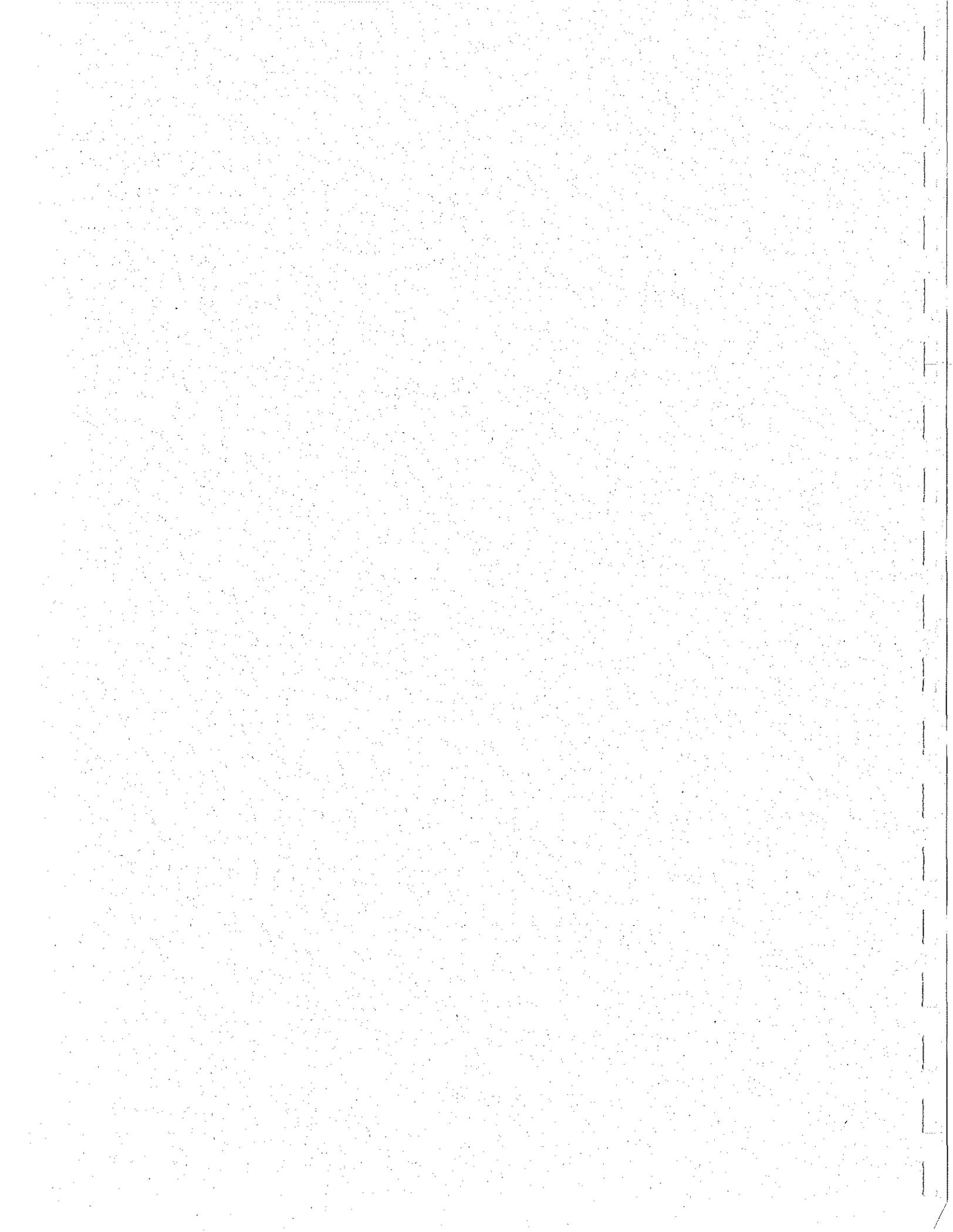
**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT - REGION A
MARYVILLE, MISSOURI**

**COMBINED SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2010**

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUE:				
Grant revenue	\$ 103,643	\$ 77,722	\$ 77,722	\$ -
Interest income			717	717
Total	<u>103,643</u>	<u>77,722</u>	<u>78,439</u>	<u>717</u>
EXPENDITURES:				
District operations and plan implementation				
Salaries and wages	22,475	22,052	22,033	19
Fringe	3,814	3,441	3,340	101
Travel	3,600	3,965	2,926	1,039
Training	550	350	350	-
Supplies	2,090	1,248	1,173	75
Advertising	1,000	595	595	-
Insurance	1,000	1,243	1,243	-
Memberships and subscriptions	125	125	125	-
Audit	4,000	4,000	4,000	-
Miscellaneous	974	732	698	34
Professional fees	1,500	1,000	1,000	-
Indirect costs	6,372	6,375	6,335	40
Total District Operations	<u>47,500</u>	<u>45,126</u>	<u>43,818</u>	<u>1,308</u>
Collections and Recycling				
Collections	30,577	25,167	25,167	-
Equipment	25,566	8,737	8,737	-
Total Subgrants	<u>56,143</u>	<u>33,904</u>	<u>33,904</u>	<u>-</u>
Total	<u>103,643</u>	<u>79,030</u>	<u>77,722</u>	<u>1,308</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	<u>\$ -</u>	<u>\$ (1,308)</u>	717	<u>\$ 2,025</u>
FUND BALANCE - Beginning of year			<u>500</u>	
FUND BALANCE - End of year			<u>\$ 1,217</u>	



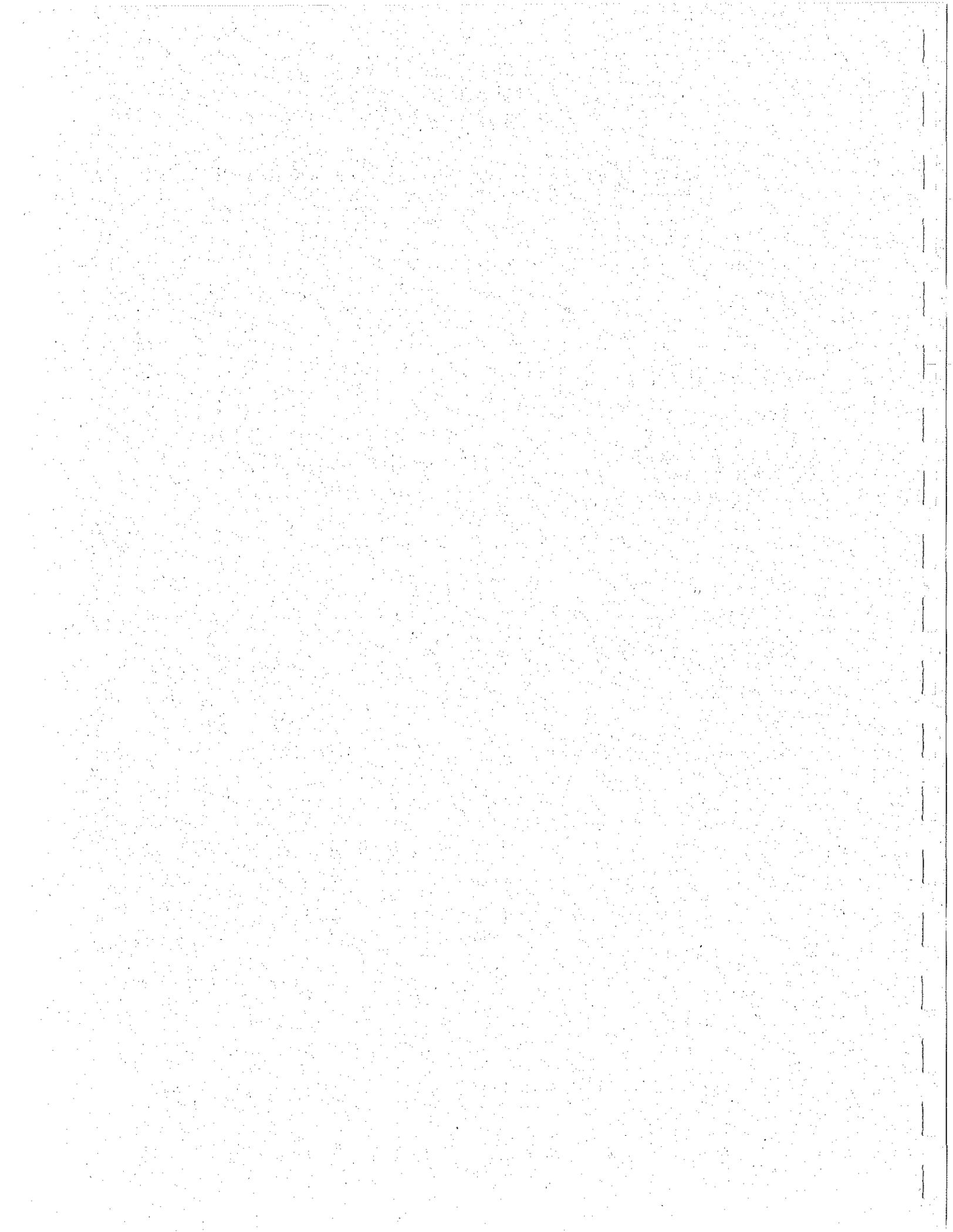
SUPPLEMENTARY DATA



**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT - REGION A
MARYVILLE, MISSOURI**

**SUPPLEMENTAL SCHEDULE OF SUBGRANT EXPENDITURES
FOR THE YEARS ENDED JUNE 30, 2011 AND 2010**

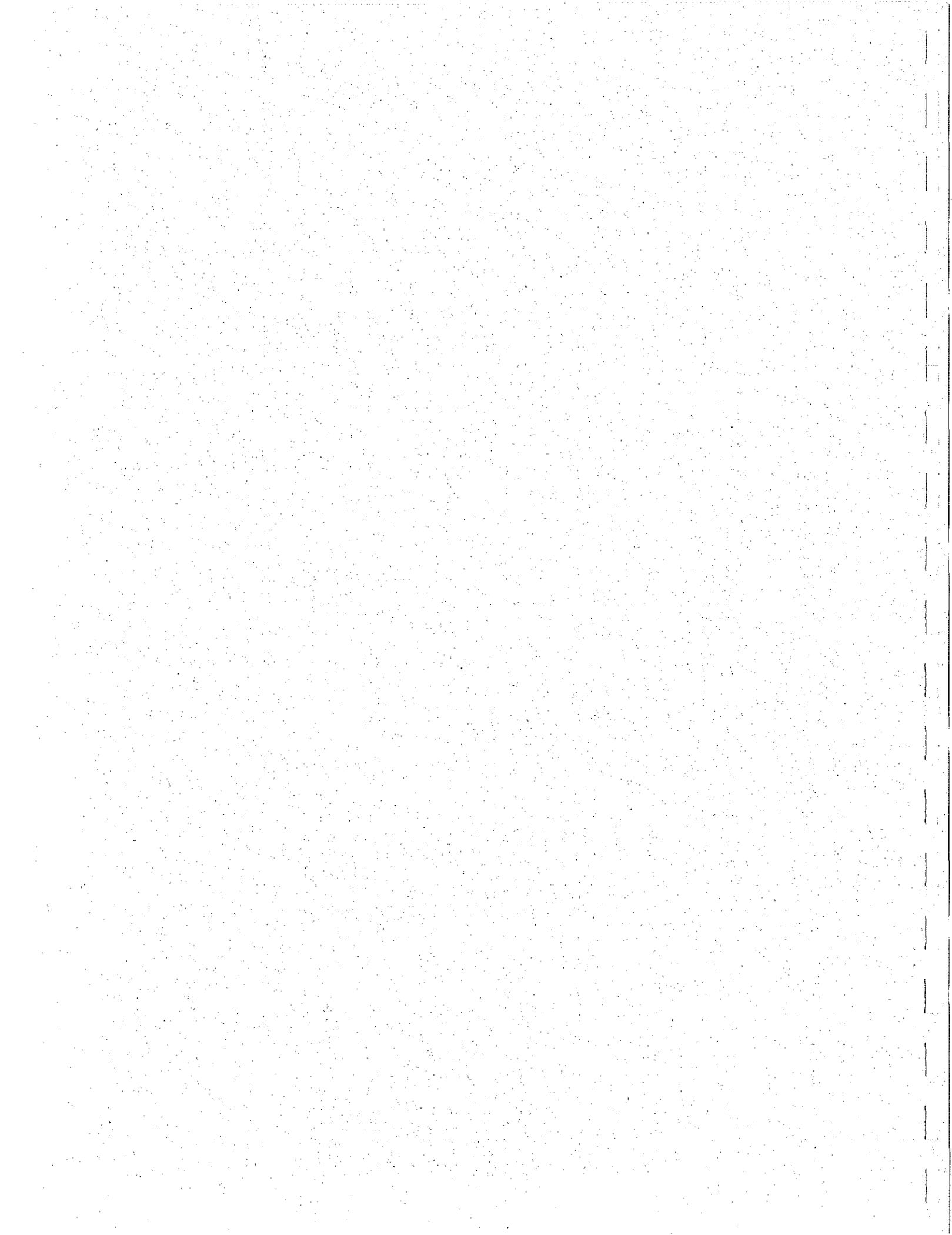
	2011	2010
Equipment:		
2010 Funding:		
NWMSU - reusable bags		\$ 8,737
2011 Funding:		
King City - Recycle Now Project	\$ 7,080	
NEN Hope - dumpster	525	
NWMSU - trailers and recycling containers	1,348	
Collections:		
2010 Funding:		
NWMORCOG - Holt, Nod., & Worth Co. (waste tire)		14,827
NWMORCOG - Atchison Co. (HHW and E-waste)		4,766
NWMORCOG - Gentry and Nodaway Co. (HHW and E-waste)	6,666	5,574
2011 Funding:		
NWMORCOG - Worth Co. (HHW)	5,587	
NWMORCOG - Nodaway Co. (E-waste)	768	
	\$ 21,974	\$ 33,904



**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT - REGION A
MARYVILLE, MISSOURI**

**SUPPLEMENTAL SCHEDULE OF DEFERRED REVENUE
JUNE 30, 2011**

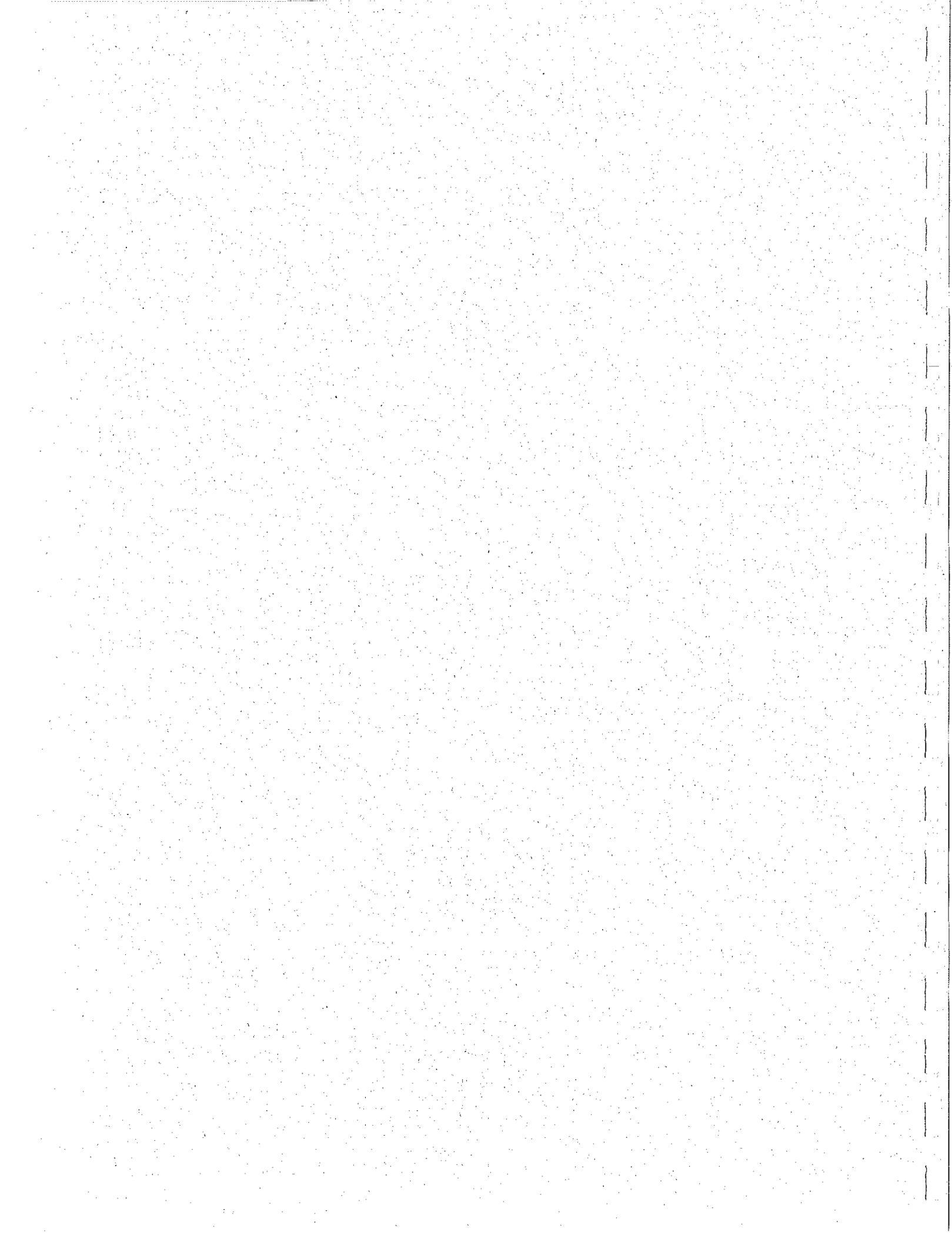
<u>Program</u>	<u>Cycle Period</u>	<u>Deferred Revenues Beginning</u>	<u>Cash Received from DNR</u>	<u>Other Cash Received</u>	<u>Costs Applied</u>	<u>Revenues Reallocated</u>	<u>Deferred Revenues Ending</u>
District operations 2010-01	Jul 09 - Jun 10	\$ 1,153		\$ -		\$ -	\$ 1,153
Plan implementation 2010-02	Jul 09 - Jun 10	2,529					2,529
Gentry Co. HHW & E-waste and Nodaway HHW 2010-05	Jul 09 - Dec 10	19,647			\$ (6,666)		12,981
Triple B Biomass 2010-06	Jul 09 - Jun 10	16,829					16,829
District operations 2011-01	Jul 10 - Jun 11		\$ 40,492		(40,019)		473
Plan implementation 2011-02	Jul 10 - Jun 11		7,500		(7,355)		145
King City 2011-03	Jul 10 - Jun 11		11,890		(7,080)		4,810
NEN Hope 2011-04	Jul 10 - Jun 11		525		(525)		-
NWMSU 2011-05	Jul 10 - Jun 11		2,550		(1,348)		1,202
Albany 2011-06	Jul 10 - Jun 12		12,736				12,736
Worth Co. HHW 2011-07	Jul 10 - Jun 11		14,805		(5,587)		9,218
Nodaway E-waste 2011-08	Jul 10 - Jun 11		6,235		(768)		5,467
Total		\$ 40,158	\$ 96,733	\$ -	\$ (69,348)	\$ -	\$ 67,543



**NORTHWEST MISSOURI REGIONAL SOLID WASTE
MANAGEMENT DISTRICT - REGION A
MARYVILLE, MISSOURI**

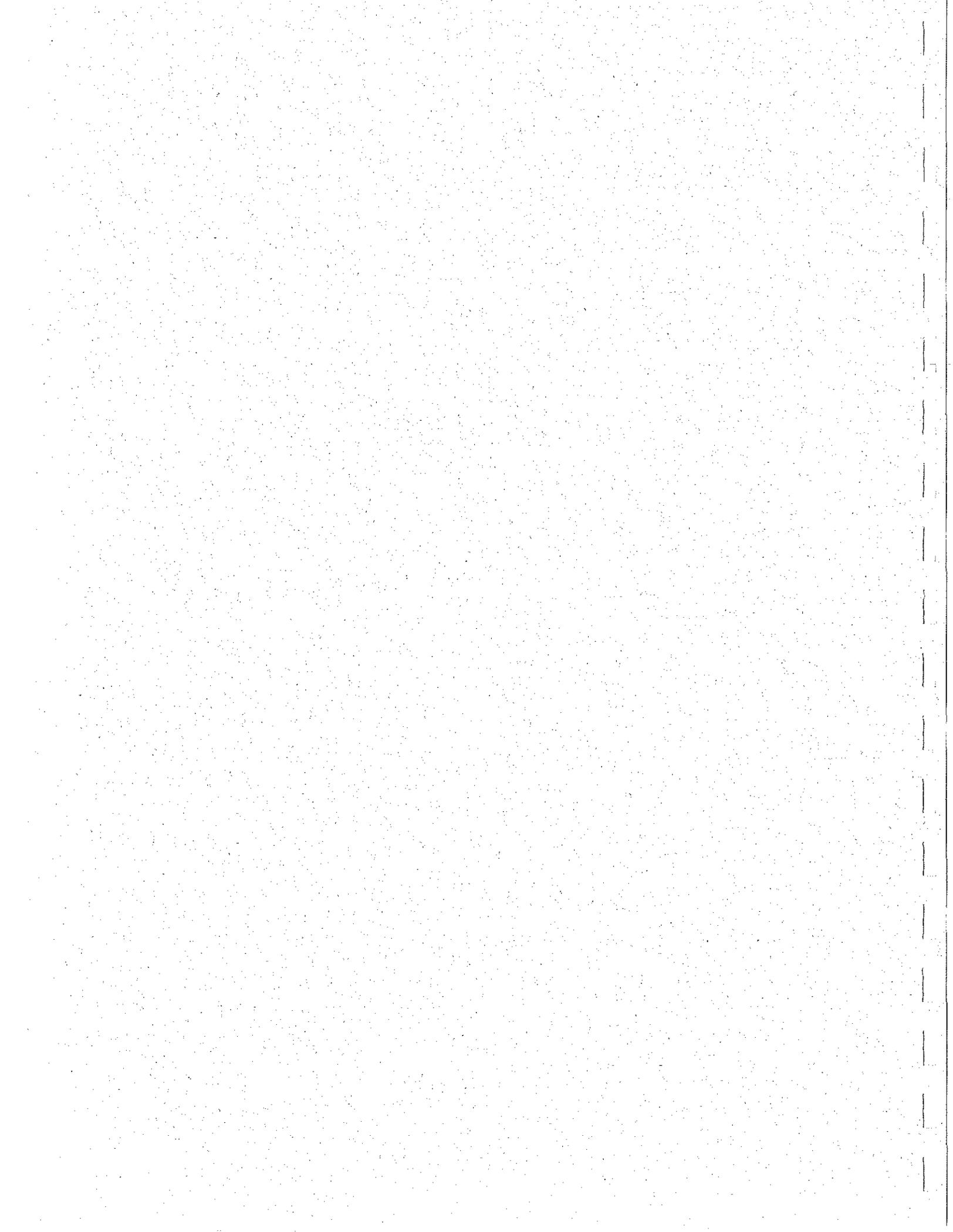
**SUPPLEMENTAL SCHEDULE OF DEFERRED REVENUE
JUNE 30, 2010**

<u>Program</u>	<u>Cycle Period</u>	<u>Deferred Revenues Beginning</u>	<u>Cash Received from DNR</u>	<u>Other Cash Received</u>	<u>Costs Applied</u>	<u>Revenues Reallocated</u>	<u>Deferred Revenues Ending</u>
District operations 2007-05	Jul 07 - Jun 08	\$ 5,030		\$ -		\$ (5,030)	\$ -
EnTire Recycling 2007-07	Jul 07 - Jun 08	9,208				(9,208)	-
District operations 2010-01	Jul 09 - Jun 10		\$ 40,000		\$ (38,847)		1,153
Plan implementation 2010-02	Jul 09 - Jun 10		7,500		(4,971)		2,529
Holt, Nodaway, Worth Co. tire 2010-03	Jul 09 - Jun 10		9,182		(14,827)	5,645	-
Atch. Co. HHW & E-waste 2010-04	Jul 09 - Jun 10		7,090		(4,766)	(2,324)	-
Gentry Co. HHW & E-waste and Nodaway HHW 2010-05	Jul 09 - Dec 10		14,304		(5,574)	10,917	19,647
Triple B Biomass 2010-06	Jul 09 - Jun 10		16,829				16,829
NWMSU 2010-08	Jul 09 - Jun 10		8,737		(8,737)		-
Total		\$ 14,238	\$ 103,642	\$ -	\$ (77,722)	\$ -	\$ 40,158



SECTION II

**INTERNAL CONTROL
AND COMPLIANCE**



ARTHUR WHITE & ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

302 Main Street
Tarkio, Missouri 64491
Telephone (660) 736-5811
Fax (660) 736-4364

2400 Frederick, Suite 500
St. Joseph, Missouri 64506
Telephone (816) 233-2855
Fax (816) 233-8238

**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**

November 11, 2011

Executive Board
Northwest Missouri Regional Solid Waste
Management District – Region A
Maryville, Missouri

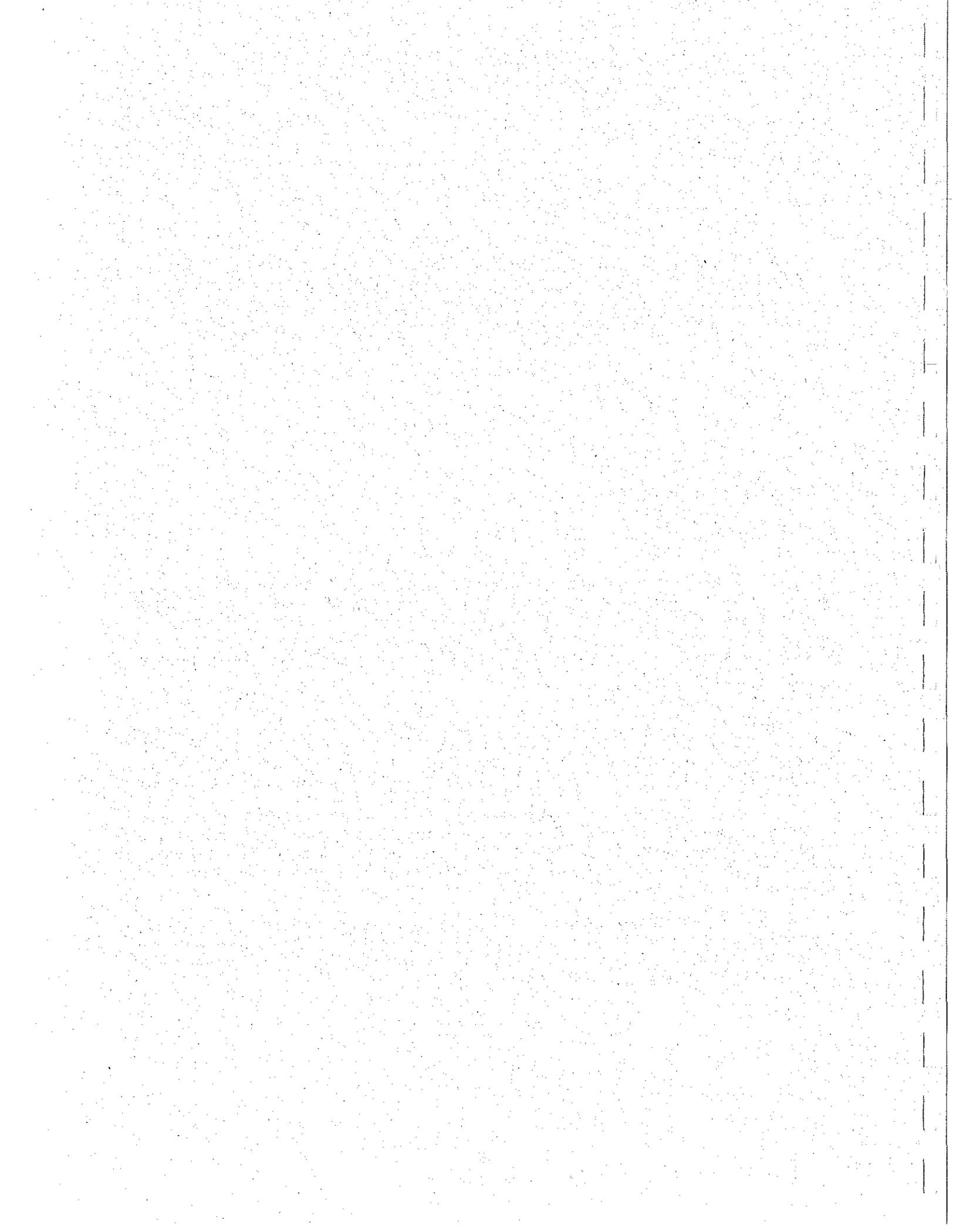
We have audited the financial statements of the governmental activities and each major fund of the Northwest Missouri Regional Solid Waste Management District – Region A (the District) as of and for the years ended June 30, 2011 and 2010, and have issued our report thereon dated November 11, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audits, we considered the District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

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 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.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.



Executive Board
Northwest Missouri Regional Solid Waste
Management District – Region A

Compliance and Other Matters

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

This report is intended solely for the information and use of the executive board, management, others within the entity, and the state awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

Arthur White & Associates, L.L.C.

ARTHUR WHITE & ASSOCIATES, L.L.C.

