



Eric R. Greitens, Governor • Todd Sampsell, Acting Director

DEPARTMENT OF NATURAL RESOURCES

dnr.mo.gov

JAN 18 2017

Ms. Lauren Henry
Region H- Mid-Missouri Solid Waste Management District
320 E. McCarty St.
Jefferson City, MO 65101

Ms. Henry:

The Missouri Department of Natural Resources' Solid Waste Management Program (SWMP) has completed the desk review of the financial statement audit of Mid-Missouri Solid Waste Management District – Region H (District), conducted by Lisa C. Wright, CPA, LLC, of Columbia, Missouri for the year ended June 30, 2015.

The purpose of this desk review was to determine whether the financial audit report met applicable standards and requirements. SWMP General Terms and Conditions require the District's audit be submitted within 180 days of the close of the District's fiscal year. The audit was received within the required timeframe.

The District's audit contained an unqualified opinion with no reported current year findings and no questioned costs. Our review disclosed some instances of noncompliance pertaining to the auditor's reports. Please see the enclosed highlighted SWMP Audit Report Submittal Checklist.

Please refer to the enclosed "Audit Submittal Checklist" for your next audit to confirm the completeness of audit reports. This will allow you to work with the audit firm to ensure future financial statement audits are in compliance.

We appreciate your efforts in fulfilling the audit reporting requirements. If you have any questions or concerns please contact Ms. Debbie Ickes at (573) 526-3937 or by email at debbie.ickes@dnr.mo.gov.

Sincerely,

Solid Waste Management Program

Jeffrey T. Heisler, Chief
Operations Section

JTH/dil

Enclosure

c: Mr. Lelande Rehard, Planner, Region H-Mid-Missouri Solid Waste Management District



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SOLID WASTE MANAGEMENT PROGRAM (SWMP)
SOLID WASTE MANAGEMENT DISTRICT
AUDIT REPORT SUBMITTAL CHECKLIST
 (Section 260.325 Missouri Statutes)

The SWMP developed this checklist to improve the quality and completeness of audit reports.

<input type="checkbox"/>	Independent Auditor's Report on the Financial Statements signed and dated by the auditor, in accordance with generally accepted government auditing standards (GAGAS).
<input type="checkbox"/>	Management Discussion and Analysis (MD&A).
<input type="checkbox"/>	Basic Financial Statements presented in accordance with GASB 34. Statements identifying, at a minimum, the following accounts: Assets: cash, investments, receivables, fixed assets. Liabilities: accounts payable, deferred grant revenue, deferred interest revenue. Net assets, Revenues: grant revenue, program income, interest revenue, other revenue. Minimum following statements: Statement of Net Assets, Statement of Activities, Fund Financial Statements.
<input type="checkbox"/>	Notes to the Basic Financial Statements.
<input type="checkbox"/>	Report on Schedule of Receipts and Expenditures of State Awards signed and dated by the auditor.
<input type="checkbox"/>	Schedule of Receipts and Expenditures of State Awards , listing each individual subgrant, including district operation, by project number and identifying for each, at a minimum, subgrant period; subgrantee name; award amount; prior period amount expended; current period amount expended; program income earned and expended, as applicable; interest income earned and expended, as applicable; award amount remaining available; program income amount remaining available; and, unobligated amount by source as identified by the Executive Board.
<input type="checkbox"/>	Notes to Schedule of Receipts and Expenditures of State Awards which describes significant accounting policies used in preparing the schedule.
<input type="checkbox"/>	Report on Internal Control over Financial Reporting and on Compliance and Other Matters signed and dated by the auditor, in accordance with GAGAS.
<input type="checkbox"/>	Schedule of Findings and Questioned Costs reporting all current findings, if applicable.
<input type="checkbox"/>	Corrective Action Plan including corrective action planned or reasons why corrective action is not required; anticipated completion date; and, the name of the district's contact person responsible for corrective action.
<input type="checkbox"/>	Summary Schedule of Prior Audit Findings and Questioned Costs reporting the status of finding identified in the prior year audit report, if applicable.

The documents listed below are due within 180 days of the District's fiscal year end.

- | | |
|--------------------------|--|
| <input type="checkbox"/> | One copy of the entire audit report issued by the CPA. |
| <input type="checkbox"/> | A copy of any management letter issued by the CPA in conjunction with the audit report, if applicable. |
| <input type="checkbox"/> | A copy of the district's comments on all findings, recommendations, and questioned costs contained in the audit report and management letter, if applicable. |

Mid-Missouri Solid Waste
Management District – Region H
June 30, 2015
Financial Statements

Prepared by:
Lisa C. Wright, CPA, LLC
Certified Public Accountant
Columbia, MO

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SWMP OPERATIONS

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American Society of
Certified Public
Accountants

Member of the Missouri
Society of Certified
Public Accountants

INDEPENDENT AUDITOR'S REPORT

Mid-Missouri Solid Waste Management District -- Region H
701 East Broadway, 3rd Floor
Columbia, Missouri 65201

I have audited the accompanying financial statements of the governmental activities and the major fund of Mid-Missouri Solid Waste Management District -- Region H as of June 30, 2015 and for the year then ended, and the related notes to the financial statements, which collectively comprise the basic financial statements of the District's primary government as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and presentation of these financial statements in accordance with the accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these statements based upon the findings of my audit.

I conducted my audit in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. These standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. Procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.



Opinion

In my opinion, based on my audit and the report of other auditors, the basic financial statements referred to above present fairly, in all material respects, the financial position of the government activities and the major fund of the Mid-Missouri Solid Waste Management District – Region H as of June 30, 2015 and the respective changes in the financial position for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basis financial statements, is required by the financial the Governmental Accounting Standards Board, who considers it to be operational, economic, or historical context. ✓

Other Information

My audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise Mid-Missouri Solid Waste Management District – Region H's basic financial statements. The accompanying supplementary information is presented for purposes of additional analysis and is not part of the basic financial statements. Such information is the responsibility of management, and was derived for and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements, or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Lisa C. Wright, CPA, LLC

Lisa C. Wright, CPA, LLC
October 20, 2015

MID-MISSOURI SOLID WASTE MANAGEMENT DISTRICT - REGION H
 STATEMENT OF NET POSITION - MODIFIED CASH BASIS
 JUNE 30, 2015

	Governmental Activities
ASSETS	
Cash and Cash Equivalents	\$ 427,598
Capital Assets, Net of Accumulated Depreciation	1,796
Total Assets	429,394
 LIABILITIES	
Deferred Grant Revenues	258,705
Unearned Revenue	168,893
Total Liabilities	427,598
 NET POSITION:	
Invested in Capital Assets	1,796
Restricted	-
Total Net Position	\$ 1,796

The Accompanying Notes are an Integral Part of these Financial Statements

MID-MISSOURI SOLID WASTE MANAGEMENT DISTRICT - REGION H
 STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
 JUNE 30, 2015

Funtions/Programs	Expenses	Charges for Services	Operating Grants & Contributions	Net (Expense) Revenue and Changes in Net Position
Government Activities				
Program and subgrant expenditures-				
Solid Waste Services	\$ (604,255)	\$ 1,415	\$ 538,150	\$ (64,690)
Intergovernmental - In-kind Contributions	(45,820)	-	45,820	-
Total Governmental Activities	(650,075)	1,415	583,970	(64,690)
General Revenues:				
				1,003
				(63,687)
				65,483
				\$ 1,796

The Accompanying Notes are an Integral Part of these Financial Statements

MID-MISSOURI SOLID WASTE MANAGEMENT DISTRICT - REGION H
 BALANCE SHEET
 JUNE 30, 2015

	GENERAL FUND
ASSETS	
Cash and Cash Equivalents	\$ 427,598
Total Assets	427,598
LIABILITIES AND FUND BALANCES	
Liabilities	
Deferred Grant Revenues	258,705 ✓
Deferred Revenues	168,893
Total Liabilities	427,598 ✓
Fund Balances	
Restricted	-
Total Liabilities and Fund Balances	\$ 427,598 <i>ok</i>

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RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET TO
 THE STATEMENT OF NET POSITION

TOTAL FUND BALANCES - GOVERNMENTAL FUNDS	\$	-
Amounts reported for governmental activities in the Statement of Net Assets are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		
These assets consist of:	Trailer and Equipment	22,904
	Accumulated Depreciation	(21,108)
		1,796
TOTAL NET POSITION OF GOVERNMENTAL ACTIVITIES	\$	1,796

The Accompanying Notes are an Integral Part of these Financial Statements

MID-MISSOURI SOLID WASTE MANAGEMENT DISTRICT - REGION H
STATEMENT OF REVENUES , EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2015

	GENERAL FUND
REVENUES COLLECTED	
Intergovernmental	
Contributions	538,150
Charges for Services	1,415
Interest Income	1,003
Total Revenues Collected	540,568
EXPENDITURES PAID	
Administration	
Personnel Expense	61,066
Fringe Benefits	20,788
Contractual Services	93,693
Office Supplies and Materials	1,354
Travel and Training	10,794
Other	4,190
Total Administration	191,885
District Grant	
Equipment	225,937
Supplies	9,120
Other Expenditures	175,023
Total District Grant	410,080
Total Expenditures	601,965
Excess (Deficit) of Revenues Collected over Expenditures Paid	(61,397)
Fund Balance - July 1	61,397
Fund Balance - June 30	\$ -
NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS	(61,397)
<p>Amounts reported for governmental activities in the statement of activities are different because:</p> <p>Capital outlays are reported in the governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation was charged this year.</p>	
	(2,290)
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ (63,687)

MID-MISSOURI SOLID WASTE MANAGEMENT DISTRICT – REGION H
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

The accompanying financial statements present the activity of the Mid-Missouri Solid Waste Management District – Region H (the “District”). The District was formed pursuant to Section 260.305 of the Revised Statutes of Missouri, and its operation is under the control of an Executive Board and District Council under the oversight of the Missouri Department of Natural Resources. The District was formed in December 1991 and includes the counties of Audrain, Boone, Callaway, Cole, Cooper, Howard, Moniteau, and Osage. There are twenty-six cities within these counties that belong to the District. The District is not a component unit of another government organization.

B. Basis of Presentation

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues; however, the District does not receive any taxes but operates substantially under grants received from the Missouri Department of Natural Resources.

The General Fund is the primary and only fund of the district and is always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

C. Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe “how” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

In the Statement of Net Position and the Statement of Activities, the governmental activities are presented using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

All governmental funds utilize a “current financial resources” measurement focus and the accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

MID-MISSOURI SOLID WASTE MANAGEMENT DISTRICT – REGION H
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Grant revenue and interest income associated with the current fiscal period are considered susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available when the District receives cash.

D. Assets, Liabilities, and Equity

Cash

For the purpose of financial reporting “cash” includes all demand and savings accounts. The District held three demand checking accounts of which two are interest-bearing. Petty cash of \$75 is also included in cash.

Capital Assets

The District’s accounting reports capital assets and reports depreciation where appropriate. The accounting treatment over capital assets depends on whether they are reported in the government-wide or fund financial statements. All capital assets are used in governmental operations and represent those assets owned by the District. The District’s capital assets consist of a trailer and additional equipment for the trailer.

Capital assets purchased through state grants by sub-grantees are not included in the basic financial statements. The District must file a UCC-1 form; or, for those items that require a title through the Department of Revenue, the District must be listed as the lien holder to perfect its security interest for all assets in excess of \$5,000 purchased by sub-grantees. The security interest in the equipment shall be equivalent to the amount of funding provided for the purchase of the equipment. The security interest period begins on the start date of the project for a period of four years that will decrease at the rate of 25% per year until the period is up and then the security interest is relinquished on the part of the state. The capital asset then belongs to the sub-grantee. The District has not calculated the amount of security interest held in these capital assets as of June 30, 2015.

Government-Wide Statements

In the Government-Wide financial statements, capital assets owned by the District are accounted for as capital assets in the Statement of Net Position. All capital assets are valued at historical cost or estimated historical cost if the actual cost is unavailable.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets’ estimated useful lives using the straight-line method of depreciation. The District has established a capitalization threshold of \$10,000 for recording its capital assets. The estimated useful life used on the District’s equipment items is 10 years.

Fund Financial Statements

In the fund financial statements, capital assets acquired for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

MID-MISSOURI SOLID WASTE MANAGEMENT DISTRICT – REGION H
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Deferred Grant Revenues

Deferred grant revenues arise when assets are recognized before revenue recognition criteria have been satisfied. Grants or state awards from DNR received before the eligibility rudiments are met are reported as deferred grant revenues after liabilities have been incurred.

Net Position/Fund Balance Classifications

Government-Wide Statements

Net Position is classified as net assets and displayed in two components:

Restricted Net Position - Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

Net Investment in Capital Assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvements of those assets and adjusted for any deferred inflows and outflows of resources attributable to capital assets and related debt. The District has no outstanding debt.

The District has no unrestricted net position since all monies in the District's bank accounts are to be used for future grant projects in accordance with regulations of the Missouri Department of Natural Resources.

Fund Financial Statements

Governmental fund equity is classified as fund balance. Fund balance is designated as restricted since these monies are to be used for future grant projects. The District has no non-spendable, committed, assigned, or unassigned fund balances.

E. REVENUES AND EXPENDITURES

Program Revenues

In the Statement of Activities, revenues that are derived directly from each activity or from parties outside the District are reported as program revenues. The District has only one program; Solid Waste Services. The program revenues are intergovernmental revenues from the state of Missouri for Solid Waste Services. All other governmental revenues are reported as general.

MID-MISSOURI SOLID WASTE MANAGEMENT DISTRICT – REGION H
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Con't)

F. USE OF ESTIMATES

The preparation of financial statements in accordance with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect certain reported amounts and disclosures (such as estimated useful lives in determining depreciation); accordingly, actual results could differ from those estimates and assumptions.

NOTE 2—STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

By its nature as a local governmental unit, the District is subject to various federal, state, and local laws and contractual regulations.

Insured and Collateralized Deposits

In accordance with state law, all uninsured deposits in financial institutions must be secured with acceptable collateral. Acceptable collateral includes certain U.S. Government bonds and certain state, city, county bonds; certain state or political subdivision debt obligations; surety bonds; or irrevocable standby letters of credit. The securities must be of the types specified by Section 30.270, RSMo, for the collateralization of state funds and held by either the entity or a financial institution other than the depository bank. At June 30, 2015, the District's deposits were entirely insured and collateralized.

Budgetary Compliance

The District is not required to adopt a legally enforceable budget by state law. A budget to actual schedule required by the Government Accounting Standards Board for required supplementary information will therefore not be presented. The District prepares an annual budget for operating purposes and a budget to actual schedule of revenues, expenditures, and change in cash balance is presented as additional supplementary information. The district prepares its budget on the accrual basis for recognizing depreciation expense.

NOTE 3—CASH AND INVESTMENTS

Deposits with financial institutions are demand, time, and savings accounts, including certificates of deposits and negotiable order of withdrawal accounts, in banks, savings institutions, and credit unions. Investments are securities and other assets acquired primarily for the purpose of obtaining income or profit.

Deposits and Investments

Section 67.085, RSMo, provides that excess public funds may be invested provided that the public entity meets the requirements for separate deposit insurance of public funds permitted by federal deposit insurance and in accordance with provisions of state law. The deposits must be insured by federal deposit insurance for 100% of the principal and accrued interest of the deposit.

MID-MISSOURI SOLID WASTE MANAGEMENT DISTRICT – REGION H
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2015

NOTE 3—CASH AND INVESTMENTS(Cont'd)

The District's policy is to only invest its monies in an interest-bearing checking account. The District's deposits at June 30, 2015, were not exposed to credit risk because they were covered by federal depository insurance (FDIC) for \$250,000 with the remaining deposits covered by additional collateral securities pledged by the custodian bank.

In addition, Section 30.950, RSMo, requires political subdivisions with authority to invest in instruments other than depository accounts at financial institutions to adopt a written investment policy. Among other things, the policy is to commit a political subdivision to the principles of safety, liquidity, and yield (in that order) when managing public funds and to prohibit purchase of derivatives (either directly or through repurchase agreements), use of leveraging (through either reverse repurchase agreements or other methods), and use of public funds for speculation.

The District does not have an investment policy that describes the credit risk or concentration of credit risk and custodial credit risk along with the interest rate risk for the investment of excess funds in approved investment instruments according to state law.

Investments authorized by state law include United States Treasury Securities, United States Agency Securities, repurchase agreements, collateralized public deposits (certificates of deposit), bankers' acceptances, and commercial paper.

The District did not have any investments during the year ended June 30, 2015.

NOTE 4—CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2015, is as follows:

	June 30, 2014	Increases	Decreases	June 30, 2015
Trailer and Equipment	\$ 22,904	\$ _____	\$ _____	\$ 22,904
Accumulated Depreciation:				
Trailer and Equipment	(18,818)	(2,290)	_____	(21,108)
Capital Assets, Net	\$ 4,085	\$ (2,290)	\$ _____	\$ 1,796

Depreciation expense for governmental activities of \$2,290 was charged to Solid Waste Services in the Statement of Activities.

MID-MISSOURI SOLID WASTE MANAGEMENT DISTRICT – REGION H
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2015

NOTE 5—CONCENTRATION OF REVENUE

The District received approximately 91% of their annual revenue from the Missouri Department of Natural Resources and approximately 8% of their annual revenue as in-kind contributions from the City of Columbia. The remaining 1% of annual revenue was from charges for services and interest income.

NOTE 6—PARTICIPATION IN PUBLIC ENTITY RISK POOLS

Missouri Public Entity Risk Management Fund

The District 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. MOPERM (Missouri Public Entity Risk Management) is a public entity risk pool currently operating as a common risk management and insurance program.

The District does not pay premiums to purchase insurance policies but pays an assessment to be a member of the self-sustaining risk sharing group. Part of the assessment is used to purchase excess insurance for the group as a whole. The pooling agreement requires the pool to be self-sustaining. District's management believes that it is not possible to estimate the range of contingent losses to be borne by the District.

NOTE 7—RELATED ORGANIZATION

The District contracts with the City of Columbia to provide for the District's administration. The District receives in-kind contributions from the city through the payment of personnel costs, intergovernmental services, rent, and utilities. The value of the contribution totaled \$45,820 during the year ended June 30, 2015. The revenues and expenditures have been adjusted accordingly as follows:

Revenues	Intergovernmental --In-Kind Contributions	\$ 45,820
Expenditures:	Personnel	\$ 17,108
	Fringe Benefits	10,809
	Room Rental and Utilities	14,606
	Maintenance	<u>3,297</u>
	Total Expenditures	<u>\$ 45,820</u>

NOTE 8- SUBSEQUENT EVENT NOTE

Management has evaluated subsequent events through October 20, 2015, the date on which the Financial Statements were available to be issued.

MID-MISSOURI SOLID WASTE MANAGEMENT DISTRICT - REGION H
 SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2015

	Original and Final Budget	Actual	Over (Under) Budget
Revenues			
Solid Waste Grants from State	\$ 341,695	\$ 397,012	\$ 55,317
Administrative Grants from State	175,176	141,138	(34,038)
City of Columbia In-Kind	45,634	45,820	186
Interest Income	1,800	1,003	(797)
Charges for Services	-	1,415	1,415
Total Revenue	564,305	586,388	\$ 22,083
Expenditures			
Administration			
Personnel Expense	60,189	78,174	17,985
Fringe Benefits	28,229	31,597	3,368
Contractual Services	47,974	93,693	45,719
Office Supplies and Materials	2,880	1,354	(1,526)
Travel and Training	1,383	10,794	9,411
Other	25,483	22,093	(3,390)
District Grant			
Equipment	250,000	225,937	(24,063)
Supplies	18,000	9,120	(8,880)
Other	9,700	175,023	165,323
Total Expenditures	443,838	647,785	203,947
Revenues Over (Under) Expenditures	\$ 120,467	\$ (61,397)	\$ (181,864)
Fund Balance, July 1		61,397	
Fund Balance, June 30		\$ -	

MID-MISSOURI SOLID WASTE MANAGEMENT DISTRICT - REGION H
 SCHEDULE OF REVENUES AND EXPENDITURES OF STATE AWARDS
 FOR THE YEAR ENDED JUNE, 2015

Project Grant Number	Subgrantee Name	Subgrant Award Funded	Carryover & Interest Funds Obligated	Program Income Obligated	Prior Period Expenditures	Current Period Expenditures	Subgrant Amount Remaining Available
H2012-010	FilterPave-Mobile Glass Processing	\$ 40,690	\$ 9,310	\$ -	\$ -	\$ -	\$ -
H2012-014	City of Columbia Outdoor Signs	5,000	-	-	-	5,000	-
H2013-004	City of Columbia Recycling Roll-Off Project	4,000	-	-	-	3,723	-
H2013-005	Lincoln University MANNRS Recycling	5,000	-	-	366	-	-
H2013-007	Boonslick Industries, Boonville Correctional Expansion	5,000	-	-	4,250	750	-
H2013-008	Boonslick Industries, Skid Loader Attachments	5,000	-	-	3,871	681	-
H2013-009	Midwest Recycling Center E-Cycling Awareness Project	46,400	-	-	13,106	24,019	-
H2013-010	City of Columbia, Food Truck	53,500	-	-	-	30,025	23,475
H2013-012	Allied Waste, Rural Cole City Single Stream Recycling	44,450	-	-	-	-	44,450
H2013-013	Stephens College, Campus Wide Recycling Initiative	56,600	-	-	47,685	8,915	-
H2013-014	Boonslick Processing Line	56,455	-	-	47,978	8,477	-
H2014-001	MMSWMD District Operations	73,605	-	-	52,756	20,849	-
H2014-002	MMSWMD Plan Implementation	68,971	20,000	17,500	94,601	29,100	-
H2014-003	MORA Recycling Campaign	4,494	-	-	2,406	2,088	-
H2014-004	Boonslick Industries, Equipping a New Facility	89,492	-	-	-	75,633	13,859
H2014-006	City of Tipton, Recycled Content Playground Equipment	-	25,205	-	-	25,205	-
H2014-007	River City Habitat for Humanity, ReStore Box Truck	-	29,362	-	-	21,878	7,484
H2014-008	JJTA Inc. (Midwest Recycling Center of Mo), Electronic Recycling Sustainability Project	-	12,500	-	-	-	-
H2014-009	Show Me Central Habitat for Humanity, Reduce, Reuse, Recycle, Rebuild	-	47,700	-	-	40,545	7,155
H2014-010	Linn State Technical College, Going Green 102	-	14,850	-	-	-	14,850
H2014-011	Boonslick Industries, Cardboard Containment Area	-	5,000	-	-	4,250	750
H2014-012	Boonslick Industries, Dock Ramp for Glass Bunker	-	4,700	-	-	3,995	705
H2014-013	City of Fulton, Tip It & Ship It	-	1,500	-	-	-	1,500
H2014-014	City of Columbia, Apartment Recycling Bin Project	-	5,000	-	-	-	5,000
H2014-015	City of Jefferson, Make Your Mark-Outreach and Education	-	5,000	-	-	5,000	-
H2014-016	City of Westphalia	-	2,800	-	-	-	2,800
H2014-017	City of California, Parks Playground Surface Project	-	5,000	-	-	-	5,000
H2014-018	Show Me Central Habitat for Humanity	-	5,000	-	-	4,250	750
H2014-019	Mo Div of State Parks, Rock Bridge Memorial and Katy Trail Recycling Initiative	-	3,000	-	-	-	3,000
H2015-001	MMSWMD District Operations	72,238	-	72	-	55,886	16,424
H2015-002	MMSWMD Plan Implementation	68,900	10,000	1,415	-	89,957	(9,642)
H2015-003	City of Columbia, Recycling Trailer Project	5,000	-	-	-	-	5,000
H2015-004	City of Holts Summit, Hibernia Station	5,000	-	-	-	-	5,000
H2015-005	Randolph County Sheltered Industries	4,565	-	-	-	-	4,565
H2015-008	Boonslick Industries	70,580	-	-	-	-	70,580
H2015-010	Kingdom Projects	36,000	-	-	-	-	36,000
TOTALS		\$ 820,940	\$ 205,927	\$ 18,987	\$ 267,019	\$ 460,226	\$ 258,705

Interest and Program Income Unobligated 15,396
 Carryover Unobligated 153,497

CASH \$ 427,598

off 450

off 450 to 07/14

MID MISSOURI WASTE MANAGEMENT DISTRICT-REGION H
SCHEDULE OF CAPITAL ASSETS HELD BY SUBGRANTEES
 June 30, 2015

H2010-008	Cole County/City of Jefferson	HHW Satellite Collection Facility	32,270
H2010-013	Linn State Technical College	Truck, Hook Lift, Compactor	70,743
H2010-016	City of Columbia	University Recycling Truck	50,000
H2010-019	River Relief, Inc.	20-ft aluminum boat/trailer	10,109
H2011-006	City of Tipton	HHW Satellite Collection Facility	5,496
H2011-007	City of Jefferson	(2) 20yd glass recycling roll off containers	12,967
H2011-008	City of Fayette	HHW Satellite Collection Facility	5,372
H2011-009	City of Holts Summit	(2) 30yd roll off recycling containers	11,515
H2011-011	City of Jefferson	(1) 8yd and (1) 9yd recycling trailer	14,400
H2011-012	University of Missouri	Compost Facility	35,000
H2012-007	Boonslick Industries, Inc	Compactor Truck	70,000
H2012-008	City of Fulton	600 recycling totes - various sizes	26,067
H2012-009	City of Jefferson Parks & Rec	Wood chipper	31,192
H2012-011	Midwest Recycling Center	Van , Box Truck ,Trailer	28,500
H2012-013	City of Columbia	(4) 10 yd rear loading containers	5,000
		(8) 2 yd rear load containers, (2) 6 yd rear load containers, (1) 8 yd rear load containers	5,000
H2013-007	Boonslick Industries, Inc	112 cell phone recycling bins & 42 plastic totes	10,649
H2013-009	Midwest Recycling Center	Food waste collection truck	30,025
H2013-010	City of Columbia	711 plastic 18 gal recycle binds	22,406
H2013-012	City of Columbia	100 dual bin recycling bins	56,600
H2013-013	Stephens College	Baler with conveyor and plastic perforator	56,445
H2013-014	Boonslick Industries, Inc	Forklift, (10) self-dumping hoppers, (2) dock levelers, recycling trailer, inbound conveyor	79,449
H2014-004	Boonslick Industries, Inc	Playground equipment	25,205
H2014-006	City of Tipton	2014 Isuzu Box Truck	27,675
H2014-007	River City Habitat	2014 Isuzu Box Truck	44,900
H2014-009	Show Me Central Habitat for Humani	Downstroke Baler	10,763
H2014-010	Linn State Technical College		
TOTAL			<u>\$ 777,748</u>

Notes: The above included those equipment items that the District/State has security interest in for which there is a UCC-1 filed or a title filed with the Department of Revenue listing the district as the lien holder. The District does not maintain any listing of equipment items that are below the security interest purposes. This equipment was included in equipment and program services expenditures in the year the District issued the grant to a subgrantee.

Communication of Audit Results

Mid-Missouri Solid Waste
Management District – Region H
June 30, 2015

RECEIVED BY
DEC 11 2015
SWMP OPERATIONS



Lisa C. Wright, CPA, LLC
Certified Public Accountant & Consultant

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Columbia, MO 65201

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lew@lisacwrightcpa.com

Member of the American
Society of Certified Public
Accountants

Member of the Missouri
Society of Certified Public
Accountants

October 20, 2015

To the Mid-Missouri Solid Waste Management District-Region H
Columbia, Missouri

I have audited the financial statements of the governmental activities, the business type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Mid-Missouri Solid Waste Management District-Region H for the year ended June 30, 2015. Professional standards require that I provide you with information about my responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of my audit. I have communicated such information in my engagement letter to you dated June 3, 2014. Professional standards also require that I communicate to you the following information related to my audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Mid-Missouri Solid Waste Management District-Region H are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2015, I noted no transactions entered into by the government unit 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.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users.

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

Difficulties Encountered in Performing the Audit.

I encountered no significant difficulties in dealing with Management in performing or completing my audit.

Corrected and Uncorrected Misstatements

Professional standards require me to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by Management were material, either individually or in the aggregate, to each opinion unit financial statements taken as a whole. I proposed \$314,261.51 of audit adjustments to the financial statements. Management has reviewed these changes, and agreed with them.



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Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to my satisfaction, that could be significant to the financial statements or my report. I am pleased to report that no such disagreements arose during the course of my audit.

Management Representations

I have audited certain representations from Management that are included in the management representation letter dated October 20, 2015.

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 the governmental unit'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 my knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

I generally discuss a variety of matters, including the application of accounting principles and auditing standards, with Management each year prior to retention as the governmental unit's auditor. However, these discussions occurred in the normal course of our professional relationship and my response was not a condition to my retention. I do suggest that a qualified person, beside the preparer, review reports and the QuickBooks file monthly to guard against discrepancies.

This information is intended solely for the use of management of Mid Missouri Solid Waste Management District-Region H and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Lisa C. Wright, CPA, LLC

Lisa C. Wright, CPA, LLC

Mid-Missouri Solid Waste Management District – Region H

701 East Broadway, Columbia, MO 65201

January 12, 2015

Lisa C. Wright, CPA
5860 E. Osage Ridge Lane
Columbia, MO 65201

This representation letter is provided in connection with your audit of the financial statements of the Mid-Missouri Solid Waste Management District-Region H (The District) which comprise the respective financial position of the governmental activities, the business-type activities, the aggregate discreetly presented component units, each major fund and the aggregate remaining fund information as of June 30, 2014 and the respective changes in financial position and, where applicable, cash flows for year then ended, and the related notes to the financial statements for the purpose of expressing opinions as to whether the financial statements present fairly, in all material respects, in accordance with the modified cash basis of accounting as described in Note 1 of these financial statements.

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

We confirm, to the best of our knowledge and belief, as of January 12, 2015, the following representations made to you during your audit.

Financial Statements

1. We have fulfilled our responsibilities as set out in the terms of the audit engagement letter dated June 2, 2014, including our responsibility for the preparation and fair presentation of the financial statements in accordance with the modified cash basis of accounting.
 2. The financial statements referred to above are fairly presented in conformity with the modified cash basis of accounting and include all properly classified funds and other financial information of the primary government and all component units required
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Government Specific

19. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.
20. We have taken timely and appropriate steps to remedy fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements, or abuse that you have reported to us.
21. We have a process to track the status of audit findings and recommendations.
22. We have identified to you any previous audits, attestation engagements, and other studies related to the audit objectives and whether related recommendations have been implemented.
23. We have provided our views on reported findings, conclusions, and recommendations, as well as our planned corrective actions, for the report.
24. The District has no plans or intentions that may materially affect the carrying value or classification of assets, liabilities, or equity.
25. We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us, including tax or debt limits and debt contracts, and legal and contractual provisions for reporting specific activities in separate funds.
26. We have identified and disclosed to you instances that have occurred or are likely to have occurred of fraud and noncompliance with provisions of laws and regulations that we believe have a material effect on the financial statements or other financial data significant to the audit objectives, and any other instances that warrant the attention of those charges with governance.
27. We have identified and disclosed to you instances that have occurred or are likely to have occurred of noncompliance with provisions of contracts and grant agreements that we believe have a material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.
28. We have identified and disclosed to you instances that have occurred or are likely to have occurred of abuse that could be quantitatively or qualitatively material to the financial statements or other financial data significant to the audit objectives.

29. There are no violations or possible violations of budget ordinances, laws and regulations (including those pertaining to adopting, approving, and amending budgets), provisions of contracts and grant agreements, tax or debt limits, and any related debt covenants whose effects should be considered for disclosure in the financial statements, or as a basis for recording a loss contingency, or for reporting on noncompliance.
 30. As part of your audit, you assisted with preparation of the financial statements and related notes and schedule of federal awards. We acknowledge our responsibility as it relates to those non audit services, including that we assume all management responsibilities; oversee the services by designating an individual, preferably within senior management, who possesses suitable skill, knowledge, or experience; evaluate the adequacy and results of the services performed; and accept responsibility for the results of the serviced. We have reviewed, approved, and accepted responsibility for those financial statements and related notes and schedule of federal awards.
 31. The District has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
 32. The District has complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.
 33. The financial statements include all component units as well as joint ventures with an equity interest, and properly disclose all other joint ventures and other related organizations.
 34. The financial statements properly classify all funds and activities in accordance with GASB Statement No. 24.
 35. All funds that meet the quantitative criteria in GASB Nos. 34 and 37 for presentation as major are identified and presented as such and all other funds that are presented as major are particularly important to financial statement users.
 36. Components of net position (net investment in capital assets; restricted; and unrestricted) and components of fund balance (nonspendable, restricted, committed, assigned and unassigned) are properly classified and, if applicable, approved.
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37. Investments, derivative instruments, and land and other real estate held by endowments are properly valued.
 38. Provisions for uncollectible receivables have been properly identified and recorded.
 39. Expenses have been appropriately classified in or allocated to functions and programs in the statement of activities, and allocations have been made on a reasonable basis.
 40. Revenues are appropriately classified in the statement of activities within program revenues, general revenues, contributions to term or permanent endowments, or contributions to permanent fund principal.
 41. Inter-fund, internal, and intra-entity activity and balances have been appropriately classified and reported.
 42. Special and extraordinary items are appropriately classified and reported.
 43. Deposits and investment securities and derivative instruments are properly classified as to risk and are properly disclosed.
 44. Capital assets, including infrastructure assets, are properly capitalized, reported and, if applicable, depreciated.
 45. The government meets the GASB-established requirements for accounting for eligible infrastructure assets using the modified cash basis of accounting approach.
 46. We have appropriately disclosed the District policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available, and have determined that net position is properly recognized under the policy.
 47. We are following our established accounting policy regarding which resources (that is, restricted, committed, assigned, or assigned) are considered to be spent first for expenditures for which more than one resource classification is available. That policy determines the fund balance classifications for financial reporting purposes.
 48. We acknowledge our responsibility for the required supplementary information (RSI). The RSI is measured and presented within prescribed guidelines and the methods of measurement and presentation have not changed from those used in the
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prior period. We have disclosed to you any significant assumptions and interpretations underlying the measurement and presentation of the RSI.

49. With respect to the supplementary information:

- a. We acknowledge our responsibility for presenting the required supplementary information (RSI) in accordance with accounting principles generally accepted in the United States of America, and we believe the supplementary information, including its form and content, is fairly presented in accordance with accounting principles generally accepted in the United States of America. The methods of measurement and presentation for the supplementary information have not changed from those used in the prior period, and we have disclosed to you any significant assumptions or interpretations underlying the measurement and presentation of the supplementary information.
- b. If the supplementary information is not presented with the audited financial statements, we will make the audited financial statements readily available to the intended users of the supplementary information no later than the date we issue the supplementary information and the auditor's report thereon.
- c. We acknowledge that we have omitted the Management Discussion and Analysis that accounting principles generally accepted in the United States of America required to be presented to supplement the basic financial statements. ✓

Yaren Cherny

Chairperson

Title

Mid-Missouri Solid Waste Management District
 6/30/2015
 10/15/15 LW

AJE #	DESCRIPTION	DR	CR
1	381 ADMIN - CALLAWAY	30,831.00	
	ACCOUNTS PAYABLE		30,831.00
	381 ADMIN - CALLAWAY	67.89	
	MISCELLANEOUS		67.89
	TO MAKE PRIOR YEAR ADJUSTMENTS		
2	ACCOUNTS RECEIVABLE	11,976.23	
	MISCELLANEOUS		11,976.23
	TO MAKE PRIOR YEAR ADJUSTMENTS		
3	CARRYOVER UNOBLIGATED		70,303.50
	UNEARNED REVENUE		183,396.83
	INTEREST INCOME CARRYOVER		15,396.06
	RETAINAGE PAYABLE	21,906.83	
	UNEARNED GRANT REVENUE	150,091.95	
	DISTRICT GRANT	85,053.49	
	MISCELLANEOUS	12,044.12	
	TO ADJUST ACCRUEDS TO ACTUAL		
4	DEPRECIATION	2,290.00	
	ACCUMULATED DEPRECIATION		2,290.00
	TO RECORD CURRENT YEAR DEPRECIATION EXPENSE		
	TOTALS	314,261.51	314,261.51