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**REPORT OF
OZARK RIVERS SOLID WASTE
MANAGEMENT DISTRICT
AS OF JUNE 30, 2013 AND 2012**

**KEAN & COMPANY, LLC
CERTIFIED PUBLIC ACCOUNTANTS
P.O. BOX 876, 704 WEST 2ND STREET
ROLLA, MISSOURI 65402**

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**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**

DEC 13 2013

To the Board of Directors of the
Ozark Rivers Solid Waste Management District

We have audited the financial statements of the governmental activities of the Ozark Rivers Solid Waste Management District (the "District"), as of and for the year ended June 30, 2013 and 2012, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 2, 2013. 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 audit, we considered the District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions 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 a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be 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.

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*.

TABLE OF CONTENTS

Independent Auditors' Report	1-2
Management's Discussion and Analysis	3-8
BASIC FINANCIAL STATEMENTS	9
Statement of Net Assets	10
Statement of Activities	11
Balance Sheets	12
Statements of Revenues, Expenditures and Changes in Fund Balances	13
Notes to Basic Financial Statements	14-17
REQUIRED SUPPLEMENTAL INFORMATION	18
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual for 2013	19
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual for 2012	20
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on An Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	21-22
SUPPLEMENTAL INFORMATION	23
Schedule 1 ~ Schedule of Receipts and Expenditures of State Awards – Special Revenue Fund	24-26
Notes to Schedule of Receipts and Expenditures of State Awards	27

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INDEPENDENT AUDITOR'S REPORT

DEC 13 2013

To the Board of Directors of the
Ozark Rivers Solid Waste Management District
Saint James, Missouri

We have audited the accompanying financial statements of the governmental activities and its major fund, the special revenue fund, of the Ozark Rivers Solid Waste Management District (the "District") as of and for the years ended June 30, 2013 and 2012, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *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 the 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 above present fairly, in all material respects, the respective financial position of the governmental activities of the Ozark Rivers Solid Waste Management District as of June 30, 2013 and 2012, and the 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 our report dated December 2, 2013 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3 through 8 and 19 through 20 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. 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 basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's financial statements as a whole. The supplementary schedule on pages 25 through 27 are presented for purposes of additional analysis and are not a required part of the financial statements. These supplementary 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.

Kean & Company

Kean & Company, LLC
Rolla, Missouri
December 2, 2013

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OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT

Required Supplementary Information Management's Discussion and Analysis June 30, 2013

The management of the Ozark Rivers Solid Waste Management District offers readers of our financial statements the following narrative overview and analysis of our financial activities for the year ended June 30, 2013. Please read it in conjunction with the District's basic financial statements.

Basic Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Our basic financial statements are prepared using fund accounting that uses the same basis of accounting as private-sector business enterprises. Under this method of accounting, an economic resources measurement focus and a modified accrual basis of accounting is used. Under this basis, the District records revenues when susceptible to accrual i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to pay current liabilities. Expenses are recorded when the liability is incurred.

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are categorized as governmental funds.

The District maintains one governmental fund – special revenue fund. The special revenue fund is used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes, such as waste reduction, educational outreach and household hazardous waste programs. Grant revenues are recorded only to the extent allowable grant expenditures have been incurred. Grant funds received in excess of revenues earned are recorded as deferred revenues.

The basic financial statements include a statement of net assets, statement of activities, balance sheet and statement of revenues, expenses and changes in fund balance. These statements are followed by notes to the financial statements. In addition to the basic financial statements, this report also contains required supplementary information pertaining to compliance and internal control.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the District's assets and liabilities at June 30, 2013, with the difference between the two reported as net assets. Over time, increases

OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT

Required Supplementary Information Management's Discussion and Analysis

June 30, 2013

or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the District's net assets changed during the fiscal year ended June 30, 2013. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods.

The government-wide financial statements can be found on pages 10-11 of this report.

Fund Financial Statements

Governmental funds are used to account for essentially the same functions reported as the District's governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for the District's governmental funds with similar information presented for the District's governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions.

The basic governmental fund statements can be found on pages 12-13 of this report.

The District adopts an annual budget for administration and operation of the District and includes the grant expenditures paid to the sub-grantees by the District. An annual budget is not required by state statute. Budgetary comparison schedules are not provided.

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the fund financial statements. The notes to the basic financial statements can be found on pages 14-17 of this report.

Condensed financial information from the governmental balance sheet and revenues as of June 30, 2013 and 2012, and the statement of revenue, expenses and changes in fund balance for the years ended June 30, 2013, and 2012 are as follows:

OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
 Required Supplementary Information
 Management's Discussion and Analysis
 June 30, 2013

Ozark Rivers Solid Waste Management District
 Balance Sheets

	Governmental Funds	
	Special Revenue Fund	
	<u>2013</u>	<u>2012</u>
Assets		
Cash	\$ 333,808	\$ 440,445
Prepaid grant expenses		
Accounts Receivable	\$ 11,781	\$ 7,297
Due from Meramec Regional Planning Commission	-	32
Total Assets	<u>\$ 345,589</u>	<u>\$ 447,774</u>
Liabilities		
Grants Payable	\$ 242,638	\$ 222,969
Grants payable retention	\$ 30,944	\$ 14,270
Deferred Revenue	\$ 58,520	\$ 195,587
Accounts Payable	\$ 13,487	\$ 14,949
Total Liabilities	<u>\$ 345,589</u>	<u>\$ 447,774</u>
Fund Balances		
Unrestricted	\$ -	\$ -
Restricted	-	-
Total Fund Balances	<u>\$ -</u>	<u>\$ -</u>
Total Liabilities and Fund Balances	<u>\$ 345,589</u>	<u>\$ 447,774</u>

Grants Payable increased due to increased funding and timing of sub-grantees request for reimbursement.

OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
 Required Supplementary Information
 Management's Discussion and Analysis
 June 30, 2013

Ozark Rivers Solid Waste Management District
 Statements of Revenues, Expenditures and Changes in Net Assets

	Governmental Funds	
	Special Revenue Fund	
	2013	2012
Revenues		
Grant revenue - State of Missouri	\$ 326,721	\$ 250,755
Other income	580	575
Total revenues	\$ 327,301	\$ 251,330
Expenditures		
Annual dinner	328	333
Advertising	837	649
Audit	6,768	2,000
Contract services	-	-
Contracted administration services	110,461	98,427
Grants	201,224	145,540
Small equipment purchases	-	-
Insurance	1,535	1,535
Supplies	2,384	1,398
Travel	1,107	167
Other	2,657	1,281
Contract services (paid by program income)	-	-
Total expenditures	\$ 327,301	\$ 251,330
Excess revenues over expenditures	\$ -	\$ -
Fund Balance at beginning balance before restatement	-	-
Cumulative effect of a change in an accounting principle	-	-
Fund Balance at end of year	\$ -	\$ -

The district must disburse out, in the earliest grant cycle, any excess funds over \$20,000 per the maximum level of reserves as outlined in 10 CSR 80-9.

OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT

Required Supplementary Information Management's Discussion and Analysis June 30, 2013

Each year the District receives grant funds from the state of Missouri from a \$2.11 fee collected on each ton of solid waste disposed in Missouri landfills. Quarterly, the state receives tonnage fees collected by permitted facilities within the state pursuant to 260.325, RSMo. Currently, sixty-one percent of the tonnage fees collected through formula is allocated to the twenty solid waste management districts on a quarterly basis.

The District is one of the twenty districts funded by the state. The Executive Board for the District annually awards sub-grants to recipients throughout the seven county areas. MRPC serves as the fiscal agent for the District and receives and disburses funds under the direction of the Executive board.

Schedule 1 in the Supplemental Information section provides a listing of the sub-grants for each fiscal year grant program and reports the current year expenses and the status as of June 30, 2013 (open or closed) for each sub-grant.

The information contained in the condensed financial information table is used as the basis for the discussion presented on the following pages, surrounding the District's activities for the fiscal year ended June 30, 2013.

Financial Highlights

- The District ended the year June 30, 2013 with total assets for the district of \$345,589, all of which is restricted. The liabilities of the District were \$345,589, with \$301,159 of deferred revenues from state of Missouri grants. The deferred revenue consists of funds allocated for specific projects and programs to be completed in future years. The District has no long term debt.
- The District ended the year June 30, 2013 with cash of \$333,808 and minimal outstanding accounts receivable of \$11,781 at year end.

Economic Condition and Next Year's Programs

Grant funds available to the District continue to be stable compared to previous fiscal years. State funds are accessible when the District formally requests the funds and submits budget plans. Generally, the District conducts a sub-grant solicitation process for waste reduction, reuse, and recycling projects each fall for the following calendar year. Approximately \$383,636 was approved for sub-grants for calendar year 2013. The District prepares its annual work plan and budget prior to the start of the fiscal year and fiscal year 2013-2014 total grant revenues are estimated at \$250,440. Fiscal year 2013-2014 District operations and planning projects are estimated at \$125,790. The District has discretion to modify its budget and hold additional grant solicitations as more funds become available.

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OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT

Required Supplementary Information
Management's Discussion and Analysis
June 30, 2013

Requests for Information

This financial report is intended to provide an overview of the finances of the District for those with an interest in the organization. Questions concerning any information within this report may be directed to the Fiscal Officer and Executive Director as fiscal agents of the District at Meramec Regional Planning Commission, 4 Industrial Drive, St. James, Missouri 65559.

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BASIC FINANCIAL STATEMENTS

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OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
STATEMENTS OF NET ASSETS
JUNE 30, 2013 AND 2012

	Governmental Activities	
	2013	2012
ASSETS		
Current Assets		
Restricted Cash	\$333,808	\$440,445
Accounts Receivable	11,781	\$7,329
Total Current Assets	<u>\$345,589</u>	<u>447,774</u>
Total Assets	<u>\$345,589</u>	<u>\$ 447,774</u>
LIABILITIES		
Current Liabilities		
Due to MRPC	\$8,718	\$ 13,857
Accounts payable	4,768	1,091
Deferred revenue	301,159	418,556
Grants payable retention	30,944	14,270
Total Current Liabilities	<u>\$345,589</u>	<u>447,774</u>
NET ASSETS	<u>-</u>	<u>-</u>
Total net Assets	<u>-</u>	<u>-</u>
Total Liabilities and Net Assets	<u>\$345,589</u>	<u>447,774</u>

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The accompanying notes are an integral part of these financial statements.

**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2013 AND 2012**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense)</u>	<u>2012</u>
		<u>Charges for</u>	<u>Operating</u>	<u>Revenue and</u>	
		<u>Services</u>	<u>Grants and</u>	<u>Changes in</u>	<u>Totals</u>
			<u>Contributions</u>	<u>Net Assets</u>	
				<u>Governmental</u>	
				<u>Activities</u>	
Governmental Activities:					
Program and subgrant expenditures	\$ 327,301	\$ -	\$ 327,301	\$ -	\$ 251,330
Changes in net assets				-	-
Net assets - beginning balance				-	-
Net assets - ending balance				<u>\$ -</u>	<u>\$ -</u>

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The accompanying notes are an integral part of these financial statements.

**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
BALANCE SHEETS
JUNE 30, 2013 AND 2012**

	Governmental Activities Special Revenue Fund	
	2013	2012
ASSETS		
Current Assets		
Restricted Cash	\$ 333,808	\$ 440,445
Accounts Receivable	11,781	7,329
Total Current Assets	<u>345,589</u>	<u>447,774</u>
Total Assets	<u>\$ 345,589</u>	<u>\$ 447,774</u>
LIABILITIES AND FUND BALANCE		
Current Liabilities		
Due to MRPC	\$ 8,718	\$ 13,857
Accounts payable	4,768	1,091
Deferred revenue	301,159	418,556
Grants payable retention	30,944	14,270
Total Current Liabilities	<u>345,589</u>	<u>447,774</u>
Fund Balance	-	-
Total Fund Balance	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 345,589</u>	<u>\$ 447,774</u>

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The accompanying notes are an integral part of these financial statements.

**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2013 AND 2012**

	Governmental Activities Special Revenue Fund	
	2013	2012
Revenues		
Grant revenue - State of Missouri	\$ 326,721	\$ 250,755
Miscellaneous Revenue	580	575
Total revenues	<u>327,301</u>	<u>251,330</u>
Expenditures		
Annual dinner	328	333
Advertising	837	649
Audit	6,768	2,000
Contracted administration	110,461	98,427
Grants	201,224	145,540
Insurance	1,535	1,535
Supplies	2,384	1,398
Travel	1,107	167
Other	2,657	1,281
Total expenditures	<u>327,301</u>	<u>251,330</u>
Excess revenue over expenditures	-	-
Fund balance - beginning balance	<u>-</u>	<u>-</u>
Fund balance - ending balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

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The accompanying notes are an integral part of these financial statements.

**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013 AND 2012**

NOTE 1 – REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Ozark Rivers Solid Waste Management District (the “District”) was formed pursuant to Section 260.305 of the Revised Statutes of Missouri on November 19, 1991. The District consists of Crawford, Gasconade, Maries, Phelps, Dent, Washington and Pulaski Counties.

The District’s purpose is to plan and provide for the safe and sanitary management of solid waste within all of the territory of the District. The District strives to fulfill this purpose by:

- Preparing and implementing a solid waste management plan that complies with the provision of Sections 260.220 and 260.325 of the Revised Statutes of the State of Missouri for the citizens of the participating cities and all of the incorporated and unincorporated territory of the District’s counties.
- Establishing an educational program to inform the public.
- Establishing procedures to minimize the introduction of hazardous waste, including household hazardous waste, into the solid waste stream.
- Assuring adequate capacity to manage waste which is not otherwise removed from the solid waste stream.
- Promoting and assisting with resource recovery and recycling.

Significant Accounting Policies

The District’s accounting policies conform to generally accepted accounting principles, which are appropriate to local government units of this type.

A. Principles Used to Determine Scope of Entity

The District has developed criteria to determine whether related organizations with activities which benefit the District should be included within its financial reporting entity. The criteria includes, but is not limited to, whether the District exercised oversight responsibility (which includes financial interdependence, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of service and special financing relationships.

**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013 AND 2012**

B. Government-wide and Fund Financial Statements

Government-wide Financial Statements

The government-wide financial statements (i.e. the *Statement of Net Assets* and the *Statement of Activities*) report information on all of the governmental activities (funds) of the District. The effect of inter-fund activity has been removed from these statements.

The *Statement of Activities* demonstrates the degree to which the direct expenses of a given function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function. *Program revenues* include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function.

Fund Financial Statements

The accounting system is organized and operated on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The District's funds are grouped into the governmental fund category for financial statement presentation purposes. The District reports the *special revenue fund* as a major governmental fund. The special revenue fund is used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. The District receives a variety of grants from the State of Missouri.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported 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.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available.

**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013 AND 2012**

Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities for 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 in accrual accounting.

D. Budget and Budgetary Accounting

The District follows these procedures in establishing the budgetary data reflected in the financial statements.

1. In accordance with Article X of the bylaws, an annual budget is prepared under the direction of the Executive Board, which submits this budget to the county commissioners and city governments within the District for review and comment.
2. The budget is approved by the full council in June of each year.
3. If and when significant financial differences become apparent between the budget as adopted and the probable outcome of the year, the District's management submits a revised budget to the Executive Board. The Executive Board reviews such budget and, upon acceptance, submits it to the full council for action.
4. The approved budget for 2013 is for the fiscal year beginning July 1, 2012 and the approved budget for 2012 is for the fiscal year beginning July 1, 2011.

E. Deferred Revenue

The District's programs and activities are funded by grants from the State of Missouri. Grant revenue is earned as expenditures are incurred and all eligibility requirements imposed by the provider have been met. The cash inflow from the granting agencies varies from the expenditures resulting in deferred revenue balances, which are calculated on a grant-by-grant basis. Interest income is also included in deferred revenue until it is expended because those funds are required to be used for District projects. Interest received for the year ended June 30, 2013 was \$1,252 and was included in deferred revenue.

F. Related Organization

The District contracts with Meramec Regional Planning Commission (MRPC) to provide for the District's administration. Some of the board members of the District are also board members of MRPC. The contracted services totaled \$110,461 and \$98,427 for the years ended June 30, 2013 and 2012, respectively. The accompanying statements of financial position include amounts payable to MRPC in the amount of \$8,718 for 2013 and \$13,857 for 2012.

**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013 AND 2012**

G. Restricted Cash

As of June 30, 2013 and 2012, the District has restricted cash balances in the amount of \$333,808 and \$440,445, respectively. The District's funds are all restricted for grant purposes.

H. Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

NOTE 2 – DEPOSITS AND INVESTMENTS

The District is authorized to invest funds in, among other things, financial institutions and direct obligations of the Federal Government. During 2013 and 2012, the District invested in interest-bearing checking accounts.

Custodial Credit Risk: Restricted cash consists of interest-bearing demand deposit balances. At June 30, 2013, the carrying amount of the District's deposits was \$333,808. Of the bank balance, \$250,000 was covered by federal depository insurance. The remaining cash balance was collateralized by pledged securities.

NOTE 3 – CONCENTRATION

The District receives a significant portion of its revenue from the Missouri Department of Natural Resources to plan and provide for the safe and sanitary management of solid waste within the territory of the District.

NOTE 4 – SUBSEQUENT EVENTS

Subsequent events have been evaluated through December 2, 2013, which is the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTAL SCHEDULES

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**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Governmental Funds		
	<u>Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable) Variance</u>
Revenues			
Grants-State of Missouri	\$ 420,044	\$ 326,721	\$ (93,323)
Interest income	-	-	-
Other income	-	580	580
Total Revenues	<u>420,044</u>	<u>327,301</u>	<u>(92,743)</u>
 Expenditures			
Annual dinner	500	328	172
Advertising	1,000	837	163
Audit	2,000	6,768	(4,768)
Contracted administration	104,261	110,461	(6,200)
Grants	302,514	201,224	101,290
Supplies	2,250	2,384	(134)
Travel	950	479	471
Insurance	1,600	1,535	65
Other	4,969	3,286	1,683
Total Expenditures	<u>420,044</u>	<u>327,301</u>	<u>92,743</u>
 Excess of Revenues Over Expenditures	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
 Beginning Fund Balance		<u>-</u>	
 Ending Fund Balance		<u>\$ -</u>	

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**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Governmental Funds</u>		<u>Favorable (Unfavorable) Variance</u>
	<u>Budget</u>	<u>Actual</u>	
Revenues			
Grants-State of Missouri	\$ 315,000	\$ 250,755	\$ (64,245)
Interest income	3,304	-	(3,304)
Other income	-	575	575
Total Revenues	<u>318,304</u>	<u>251,330</u>	<u>(66,974)</u>
 Expenditures			
Annual dinner	500	333	167
Advertising	1,000	649	351
Audit	3,500	2,000	1,500
Contracted administration	102,261	98,427	3,834
Grants	198,770	145,540	53,230
Supplies	2,250	1,398	852
Travel	550	167	383
Insurance	1,600	1,535	65
Other	4,569	1,281	3,288
Total Expenditures	<u>315,000</u>	<u>251,330</u>	<u>63,670</u>
 Excess of Revenues Over Expenditures	<u>\$ 3,304</u>	-	<u>\$ (3,304)</u>
 Beginning Fund Balance		<u>-</u>	
 Ending Fund Balance		<u>\$ -</u>	

REVIEWED BY
DEC 13 2013

SUPPLEMENTAL SCHEDULES

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DEC 13 2013

This report is intended solely for the information and use of management, the Board of Directors, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Kean & Company

Kean & Company, LLC
Rolla, Missouri
December 2, 2013

DEC 13 2013

**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
SCHEDULE OF RECEIPTS AND EXPENDITURES OF STATE AWARDS
SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2013**

	Year Ended June 30, 2013	Prior Year(s)	Cumulative to Date	State Grant Award	State Grant Balance	Grant Status
FY 2011						
#2011-4 MRPC - Special Waste Collection						
State Revenue		2,182.79	2,182.79	2,182.79	-	Closed
District Match	25,637.91	8,081.10	33,719.01	33,719.01		
#2011-6 City of Salem						
State Revenue (returned \$1143.00 to district for reallocation)	8,220.00	9,637.00	17,857.00	17,857.00	-	Closed
#2011-12 Gasconade Co R-2						
State Revenue (returned \$4201.13 to district for reallocation)	23,018.37		23,018.37	23,018.37	-	Closed
Total FY 2011 State Revenue	31,238.37	11,819.79	43,058.16	43,058.16	-	
Total FY 2011 District Match	25,637.91	8,081.10	33,719.01	33,719.01		
Past year State Revenue		170,794.10	170,794.10			
Past Year Match Revenue		8,081.10	8,081.10			
TOTAL FY 2011 STATE REVENUE	31,238.37	170,794.10	202,032.47	202,032.47	-	
TOTAL FY 2011 MATCH REVENUE	25,637.91	8,081.10	33,719.01	33,719.01	-	
	56,876.28	178,875.20	235,751.48			

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DEC 13 2013

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**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
SCHEDULE OF RECEIPTS AND EXPENDITURES OF STATE AWARDS
SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2013**

	Year Ended June 30, 2013	Prior Year(s)	Cumulative to Date	State Grant Award	State Grant Balance	Grant Status
FY 2012						
#2012-2 MRPC Waste Tire						
State Revenue	2,483.68	2,723.18	5,206.86	5,206.86	-	Open
District Match	3,983.58	-	3,983.58	8,404.24	4,420.66	
#2012-3 MRPC Special Waste Collection						
State Revenue	106.90	-	106.90	24,012.85	23,905.95	Open
#2012-4 MRPC HHW Satellite						
State Revenue (returned \$3129.30 to district for reallocation)	16,229.42	7,599.78	23,829.20	23,829.20	-	Closed
#2012-5 MRPC Compost Education						
State Revenue (returned \$4974.94 to district for reallocation)	5,857.47	12,387.79	18,245.26	18,245.26	-	Closed
#2012-6 MRPC Illegal Dump Clean up						
State Revenue	15,405.70	-	15,405.70	15,405.70	-	Closed
#2012-7 MRPC bins for recycling						
State Revenue (returned \$48.09 to district for reallocation)	1,591.84	5,489.22	7,081.06	7,081.06	-	Closed
#2012-8 City of St. James curbside recycling						
State Revenue (returned \$259.20 to district for reallocation)	29,925.00	-	29,925.00	29,925.00	-	Closed
#2012-9 City of Rolla traveling billboards						
State Revenue (returned \$590.00 to district for reallocation)	1,660.00	-	1,660.00	1,660.00	-	Closed
#2012-10 Maries Co Recycling						
State Revenue (returned \$1108.67 to district for reallocation)	5,346.33	-	5,346.33	5,346.33	-	Closed
#2012-11 Phelps Co Tough on Trash						
State Revenue (returning \$1653.76 to district for reallocation)	7,317.82	3,159.62	10,477.44	10,477.44	-	Closed
#2012-12 City of Hermann Recycling						
State Revenue	9,000.00	-	9,000.00	9,000.00	-	Closed
#2012-13 MRPC Community outreach						
State Revenue (returning \$20,000 to district for reallocation)	-	-	-	-	-	Closed
#2012-14 Dixon High School						
State Revenue (returning \$137.52 to district for reallocation)	1,612.49	2,749.99	4,362.48	4,362.48	-	Closed
Total FY 2012 State Revenue	96,536.65	34,109.58	130,646.23	154,552.18	23,905.95	
Total FY 2012 District Match	3,983.58	-	3,983.58	8,404.24	4,420.66	
Past year State Revenue		139,324.27	139,324.27			
Past Year Match Revenue		-	-			
TOTAL FY 2012 STATE REVENUE	96,536.65	139,324.27	235,860.92	259,766.87	23,905.95	
TOTAL FY 2012 MATCH REVENUE	3,983.58	-	3,983.58	8,404.24	4,420.66	
	<u>100,520.23</u>	<u>139,324.27</u>	<u>239,844.50</u>			

DEC 13 2013

**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
SCHEDULE OF RECEIPTS AND EXPENDITURES OF STATE AWARDS
SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2013**

	Year Ended June 30, 2013	Prior Year(s)	Cumulative to Date	State Grant Award	State Grant Balance	Grant Status
FY 2013						
#2013-1 Ozark Rivers SWMD - Reg K Operations						
State Revenue	116,534.08	-	116,534.08	116,534.08	-	
District Match	995.92	-	995.92	995.92	-	Closed
#2013-2 Phelps County Commission - Tough on Trash						
State Revenue	2,092.97	-	2,092.97	11,650.80	9,557.83	Open
#2013-3 Maries County Recycling						
State Revenue	-	-	-	7,144.00	7,144.00	Open
#2013-5 Dixon HS FCCLA						
State Revenue	2,286.76	-	2,286.76	13,895.00	11,608.24	Open
#2013-6 MRPC -HHW Satellite						
State Revenue	-	-	-	-	-	
District Match	3,860.58	-	3,860.58	30,498.35	26,637.77	Open
#2013-7 MRPC - illegal Dumping						
State Revenue	4,673.60	-	4,673.60	16,021.67	11,348.07	
District Match	-	-	-	27,558.73	27,558.73	Open
#2013-8 MRPC - Compost Education						
State Revenue	14,749.99	-	14,749.99	19,113.05	4,363.06	Open
#2013-9MRPC - Bins for Recycling						
State Revenue	4,357.08	-	4,357.08	6,951.11	2,594.03	Open
#2013-10 MRPC - Rate Study						
State Revenue	1,006.20	-	1,006.20	28,457.65	27,451.45	Open
#2013-11 MRPC - Community Outreach						
State Revenue	7,967.47	-	7,967.47	14,765.90	6,798.43	Open
#2013-12 Curators of University of MO Food waste to Fertilizer						
State Revenue	-	-	-	10,000.00	10,000.00	Open
#2013-13 Jack Kaufman - in the green						
State Revenue	10,800.00	-	10,800.00	14,000.00	3,200.00	Open
#2013-14 Enhancement Inc						
State Revenue	-	-	-	44,750.00	44,750.00	Open
#2013-15 Wayneville R VI School Go green						
State Revenue	-	-	-	21,300.00	21,300.00	Open
TOTAL FY 2013 STATE REVENUE						
	164,468.15	-	164,468.15	324,583.26	160,115.11	
TOTAL FY 2013 MATCH REVENUE						
	4,856.50	-	4,856.50	59,053.00	54,196.50	
	<u>169,324.65</u>	<u>-</u>	<u>169,324.65</u>			
Grand Total STATE FUNDED PROGRAMS						
	292,243.17	310,118.37	602,361.54	786,382.60	184,021.06	
Grand Total DISTRICT MATCH						
	34,477.99	8,081.10	42,559.09	101,176.25	58,617.16	
GRAND TOTAL						
	<u>326,721.16</u>	<u>318,199.47</u>	<u>644,920.63</u>			

**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
SCHEDULE OF RECEIPTS AND EXPENDITURES OF STATE AWARDS
SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2013**

Notes to Schedule of Receipts and Expenditures of State Awards

Note 1 - Receipts and Expenditures of State Awards

The Receipts and Expenditures of State Awards is presented on a basis consistent with GAAP for the Special Revenue Fund.

Note 2 - Compliance with the Missouri Department of Natural Resources

The Missouri Department of Natural Resources requires a Schedule of Receipts and Expenditures with specific information required by Section 260.325 of the Missouri Statutes.

DEC 13 2013