
**OZARK RIVERS SOLID WASTE
MANAGEMENT DISTRICT
AUDITED FINANCIAL STATEMENTS
AS OF JUNE 30, 2014 AND 2013**

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

TABLE OF CONTENTS

Independent Auditors' Report	1-2
REQUIRED SUPPLEMENTAL INFORMATION	3
Management's Discussion and Analysis	4-9
BASIC FINANCIAL STATEMENTS	10
Statement of Net Assets	11
Statement of Activities	12
Balance Sheets	13
Statements of Revenues, Expenditures and Changes in Fund Balances	14
Notes to Basic Financial Statements	15-18
REQUIRED SUPPLEMENTAL INFORMATION	19
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual for 2014	20
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual for 2013	21
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>	22-23
SUPPLEMENTAL INFORMATION	24
Schedule 1 ~ Schedules of Receipts and Expenditures of State Awards – Special Revenue Fund	25-27
Notes to Schedule of Receipts and Expenditures of State Awards	28

**INDEPENDENT AUDITOR'S REPORT**

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, 2014 and 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with 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 fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities of the Ozark Rivers Solid Waste Management District, as of June 30, 2014 and 2013, and the respective changes in financial position, for

the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4-9 and 20-21 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Ozark Rivers Solid Waste Management District's basic financial statements. The supplementary schedules on pages 25-27 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The 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 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 our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Kean & Company LLC

Kean & Company, LLC
Rolla, Missouri
October 30, 2014

REQUIRED SUPPLEMENTAL INFORMATION

OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT

Required Supplementary Information Management's Discussion and Analysis June 30, 2014

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, 2014. 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, 2014, 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, 2014

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, 2014. 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 11-12 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 13-14 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 15-18 of this report.

Condensed financial information from the governmental balance sheet and revenues as of June 30, 2014 and 2013, and the statement of revenue, expenses and changes in fund balance for the years ended June 30, 2014, and 2013 are as follows:

OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
 Required Supplementary Information
 Management's Discussion and Analysis
 June 30, 2014

Ozark Rivers Solid Waste Management District
 Balance Sheets

	Governmental Funds Special Revenue Fund	
	2014	2013
Assets		
Cash	\$ 275,079	\$ 333,808
Prepaid grant expenses	-	-
Accounts Receivable	21,068	11,781
Due from Meramec Regional Planning Commission	-	-
Total Assets	\$ 296,147	\$ 345,589
Liabilities		
Grants Payable	\$ 200,386	\$ 242,638
Grants payable retention	32,797	30,944
Deferred Revenue	40,702	58,520
Accounts Payable	22,263	13,487
Total Liabilities	\$ 296,147	\$ 345,589
Fund Balances		
Unrestricted	\$ -	\$ -
Restricted	-	-
Total Fund Balances	\$ -	\$ -
Total Liabilities and Fund Balances	\$ 296,147	\$ 345,589

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, 2014

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

	Governmental Funds	
	Special Revenue Fund	
	2014	2013
Revenues		
Grant revenue - State of Missouri	\$ 345,092	\$ 326,721
Other income	1,192	580
Total revenues	\$ 346,284	\$ 327,301
Expenditures		
Advertising	\$ 1,062	\$ 837
Annual dinner	446	328
Audit	2,000	6,768
Contract services	-	-
Contracted administration services	116,232	110,461
Grants	219,400	201,224
Small equipment purchases	-	-
Insurance	1,535	1,535
Supplies	2,380	2,384
Travel	320	1,107
Other	2,909	2,657
Contract services (paid by program income)	-	-
Total expenditures	\$ 346,284	\$ 327,301
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	\$ -	\$ -

OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT

Required Supplementary Information Management's Discussion and Analysis June 30, 2014

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.

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, 2014 (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, 2014.

Financial Highlights

- The District ended the year June 30, 2014 with total assets for the district of \$296,147, all of which is restricted. The liabilities of the District were \$296,147, with \$241,087 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, 2014 with cash of \$275,079 and minimal outstanding accounts receivable of \$21,068 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 \$322,370 was approved for sub-grants for calendar year 2014. The District prepares its annual work plan and budget prior to the start of the fiscal year and fiscal year 2014-2015 total grant revenues are estimated at \$399,721. Fiscal year 2014-2015 District operations and planning projects are estimated at \$128,979. The District has discretion to modify its budget and hold additional grant solicitations as more funds become available.

OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT

Required Supplementary Information
Management's Discussion and Analysis
June 30, 2014

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.

BASIC FINANCIAL STATEMENTS

OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
STATEMENTS OF NET ASSETS
JUNE 30, 2014 AND 2013

	Governmental Activities	
	2014	2013
ASSETS		
Current Assets		
Restricted Cash	\$275,079	\$333,808
Accounts Receivable	21,068	\$11,781
Total Current Assets	<u>\$296,147</u>	<u>345,589</u>
Total Assets	<u>\$296,147</u>	<u>\$ 345,589</u>
LIABILITIES		
Current Liabilities		
Due to MRPC	\$21,383	\$ 8,718
Accounts payable	880	4,768
Deferred revenue	241,087	301,159
Grants payable retention	32,797	30,944
Total Current Liabilities	<u>\$296,147</u>	<u>345,589</u>
NET ASSETS	<u>-</u>	<u>-</u>
Total net Assets	<u>-</u>	<u>-</u>
Total Liabilities and Net Assets	<u>\$296,147</u>	<u>345,589</u>

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

OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2014 AND 2013

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense)</u>	<u>2013</u>
		<u>Charges for</u>	<u>Operating</u>	<u>Revenue and</u>	
		<u>Services</u>	<u>Grants and</u>	<u>Changes in</u>	
			<u>Contributions</u>	<u>Net Assets</u>	<u>Totals</u>
				<u>Governmental</u>	
				<u>Activities</u>	
Governmental Activities:					
Program and subgrant expenditures	\$ 346,284	\$ -	\$ 346,284	\$ -	\$ 327,301
Changes in net assets				-	-
Net assets - beginning balance				-	-
Net assets - ending balance				<u>\$ -</u>	<u>\$ -</u>

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

**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
BALANCE SHEETS
JUNE 30, 2014 AND 2013**

	Governmental Activities Special Revenue Fund	
	2014	2013
ASSETS		
Current Assets		
Restricted Cash	\$ 275,079	\$ 333,808
Accounts Receivable	21,068	11,781
Total Current Assets	<u>296,147</u>	<u>345,589</u>
Total Assets	<u>\$ 296,147</u>	<u>\$ 345,589</u>
 LIABILITIES AND FUND BALANCE		
Current Liabilities		
Due to MRPC	\$ 21,383	\$ 8,718
Accounts payable	880	4,768
Deferred revenue	241,087	301,159
Grants payable retention	32,797	30,944
Total Current Liabilities	<u>296,147</u>	<u>345,589</u>
Fund Balance	<u>-</u>	<u>-</u>
Total Fund Balance	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 296,147</u>	<u>\$ 345,589</u>

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, 2014 AND 2013**

	Governmental Activities	
	Special Revenue Fund	
	2014	2013
Revenues		
Grant revenue - State of Missouri	\$ 345,092	\$ 326,721
Miscellaneous Revenue	1,192	580
Total revenues	346,284	327,301
Expenditures		
Advertising	1,062	837
Annual dinner	446	328
Audit	2,000	6,768
Contracted administration	116,232	110,461
Grants	219,400	201,224
Insurance	1,535	1,535
Supplies	2,380	2,384
Travel	320	1,107
Other	2,909	2,657
Total expenditures	J 346,284	327,301
Excess revenue over expenditures	-	-
Fund balance - beginning balance	J -	\ -
Fund balance - ending balance	\$ I -	\$ I -

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

**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014 AND 2013**

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, 2014 AND 2013**

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, 2014 AND 2013**

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 2014 is for the fiscal year beginning July 1, 2013 and the approved budget for 2013 is for the fiscal year beginning July 1, 2012.

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 years ended June 30, 2014 and 2013 were \$1,171 and \$1,252, respectively, and were 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 \$116,232 and \$110,461 for the years ended June 30, 2014 and 2013, respectively.

**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014 AND 2013**

The accompanying statements of financial position include amounts payable to MRPC in the amount of \$21,383 for 2014 and \$8,718 for 2013.

G. Restricted Cash

As of June 30, 2014 and 2013, the District has restricted cash balances in the amount of \$275,079 and \$333,808, 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 2014 and 2013, the District invested in interest-bearing checking accounts.

Custodial Credit Risk: Restricted cash consists of interest-bearing demand deposit balances. At June 30, 2014, the carrying amount of the District's deposits was \$275,079. 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 October 30, 2014, which is the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTAL INFORMATION

**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014**

	Governmental Funds		
	<u>Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable) Variance</u>
Revenues			
Grants-State of Missouri	\$ 399,721	\$ 345,092	\$ (54,630)
Interest income	\$ -	\$ -	\$ -
Other income	\$ -	\$ 1,192	\$ 1,192
Total Revenues	<u>\$ 399,721</u>	<u>\$ 346,284</u>	<u>\$ (53,438)</u>
Expenditures			
Advertising	\$ 1,050	\$ 1,062	\$ (12)
Annual dinner	\$ 500	\$ 446	\$ 54
Audit	\$ 2,000	\$ 2,000	\$ -
Contracted administration	\$ 112,261	\$ 116,232	\$ (3,971)
Grants	\$ 273,931	\$ 219,400	\$ 54,531
Supplies	\$ 2,250	\$ 2,380	\$ (130)
Travel	\$ 950	\$ 320	\$ 630
Insurance	\$ 1,600	\$ 1,535	\$ 65
Other	\$ 5,179	\$ 2,909	\$ 2,270
Total Expenditures	<u>\$ 399,721</u>	<u>\$ 346,284</u>	<u>\$ 53,438</u>
Excess of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Beginning Fund Balance		<u>\$ -</u>	
Ending Fund Balance		<u>\$ -</u>	

**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>	



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities of the Ozark Rivers Solid Waste Management District (the "District") as of and for the year ended June 30, 2014 and 2013, and the related notes to the financial statements, which collectively comprise City of the District's basic financial statements, and have issued our report thereon dated October 30, 2014.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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*.

Purpose of this Report

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

Kean & Company, LLC

Kean & Company, LLC
Rolla, Missouri
October 30, 2014

SUPPLEMENTAL INFORMATION

**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
SCHEDULE OF RECEIPTS AND EXPENDITURES OF STATE AWARDS
SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2014**

	<u>Year Ended June 30, 2014</u>	<u>Prior Year(s)</u>	<u>Cumulative to Date</u>	<u>State Grant Award</u>	<u>State Grant Balance</u>	<u>Grant Status</u>
FY 2012						
#2012-2 MRPC Waste Tire						
State Revenue	-	5,206.86	5,206.86	5,206.86	-	Closed
District Match (returned \$402.11 to district for reallocation)	<u>4,018.55</u>	<u>3,983.58</u>	<u>8,002.13</u>	<u>8,002.13</u>	<u>-</u>	
#2012-3 MRPC Special Waste Collection						
State Revenue (returned \$1,593.92 to district for reallocation)	<u>22,312.03</u>	<u>106.90</u>	<u>22,418.93</u>	<u>22,418.93</u>	<u>-</u>	Closed
Total FY 2012 State Revenue	22,312.03	5,313.76	27,625.79	27,625.79	-	
Total FY 2012 District Match	<u>4,018.55</u>	<u>3,983.58</u>	<u>8,002.13</u>	<u>8,002.13</u>	<u>-</u>	
Past year State Revenue		235,860.92	235,860.92			
Past Year Match Revenue		3,983.58	3,983.58			
TOTAL FY 2012 STATE REVENUE	22,312.03	235,860.92	258,172.95	258,172.95	-	
TOTAL FY 2012 MATCH REVENUE	<u>4,018.55</u>	<u>3,983.58</u>	<u>8,002.13</u>	<u>8,002.13</u>	<u>-</u>	
	<u>26,330.58</u>	<u>239,844.50</u>	<u>266,175.08</u>	<u>266,175.08</u>	<u>-</u>	

**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
SCHEDULE OF RECEIPTS AND EXPENDITURES OF STATE AWARDS
SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2014**

	Year Ended June 30, 2014	Prior Year(s)	Cumulative to Date	State Grant Award	State Grant Balance	Grant Status
FY 2013						
#2013-2 Phelps County Commission - Tough on Trash						
State Revenue (returned \$310.46 to district for reallocation)	9,247.37	2,092.97	11,340.34	11,340.34	-	Closed
#2013-3 Maries County Recycling						
State Revenue (returned \$749.59 to district for reallocation)	6,394.41	-	6,394.41	6,394.41	-	Closed
#2013-5 Dixon HS FCCLA						
State Revenue (returned \$1,506.09 to district for reallocation)	10,102.15	2,286.76	12,388.91	12,388.91	-	Closed
#2013-6 MRPC -HHW Satellite						
State Revenue	-	-	-	-	-	
District Match (returned \$6,637.88 to district for reallocation)	19,999.89	3,860.58	23,860.47	23,860.47	-	Closed
#2013-7 MRPC - illegal Dumping						
State Revenue	11,348.07	4,673.60	16,021.67	16,021.67	-	
District Match	20,666.13	-	20,666.13	27,558.73	6,892.60	Open
#2013-8 MRPC - Compost Education						
State Revenue (returned \$477.87 to district for reallocation)	3,885.19	14,749.99	18,635.18	18,635.18	-	Closed
#2013-9 MRPC - Bins for Recycling						
State Revenue (returned \$489.86 to district for reallocation)	2,104.17	4,357.08	6,461.25	6,461.25	-	Closed
#2013-10 MRPC - Rate Study						
State Revenue	6,384.18	1,006.20	7,390.38	28,457.65	21,067.27	Open
#2013-11 MRPC - Community Outreach						
State Revenue (returned \$6,798.43 to district for reallocation)	-	7,967.47	7,967.47	7,967.47	-	Closed
#2013-12 Curators of University of MO Food waste to Fertilizer						
State Revenue (returned \$467.00 to district for reallocation)	9,533.00	-	9,533.00	9,533.00	-	Closed
#2013-13 Jack Kaufman - in the green						
State Revenue	3,200.00	10,800.00	14,000.00	14,000.00	-	Closed
#2013-14 Enhancement Inc						
State Revenue	44,481.00	-	44,481.00	44,750.00	269.00	Open
#2013-15 Wayneville R VI School Go green						
State Revenue	21,300.00	-	21,300.00	21,300.00	-	Closed
Past year State Revenue		164,468.15	164,468.15			
Past Year Match Revenue		4,856.50	4,856.50			
TOTAL FY 2013 STATE REVENUE	127,979.54	164,468.15	292,447.69	313,783.96	21,336.27	
TOTAL FY 2013 MATCH REVENUE	40,666.02	4,856.50	45,522.52	52,415.12	6,892.60	
	<u>168,645.56</u>	<u>169,324.65</u>	<u>337,970.21</u>	<u>366,199.08</u>	<u>28,228.87</u>	

**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
SCHEDULE OF RECEIPTS AND EXPENDITURES OF STATE AWARDS
SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2014**

	Year Ended June 30, 2014	Prior Year(s)	Cumulative to Date	State Grant Award	State Grant Balance	Grant Status
FY 2014						
#2014-1 Ozark Rivers SWMD - Reg K. Operations						
State Revenue (returned \$8.78 to district for reallocation)	85,620.22	-	85,620.22	85,620.22	-	Closed
#2014-2 Ozark Rivers SWMD - Reg K. PI						
State Revenue	29,145.69	-	29,145.69	29,145.69	-	
District Match (returned \$89.42 to district for reallocation)	10,925.89	-	10,925.89	10,925.89	-	Closed
#2014-3 Phelps County Commission - Tough on Trash						
State Revenue	2,365.25	-	2,365.25	12,270.80	9,905.55	Open
#2014-4 City of Rolla						
State Revenue	-	-	-	7,500.00	7,500.00	Open
#2014-5 Waynesville RVI Schools						
State Revenue	-	-	-	26,050.00	26,050.00	Open
#2014-6 MRPC -Community Outreach						
State Revenue	-	-	-	16,257.25	16,257.25	Open
#2014-7 MRPC -Compost Education						
State Revenue	13,541.52	-	13,541.52	16,736.12	3,194.60	Open
#2014-8 MRPC - Illegal Dump						
State Revenue	-	-	-	23,484.64	23,484.64	Open
#2014-9 MRPC - Special Waste						
State Revenue	-	-	-	6,507.61	6,507.61	
District Match	-	-	-	27,504.42	27,504.42	Open
#2014-10 MRPC - HHW Collection						
State Revenue	8,516.84	-	8,516.84	32,685.62	24,168.78	Open
#2014-11 City of Salem						
State Revenue	-	-	-	20,480.00	20,480.00	Open
#2014-12 Maries County Commission						
State Revenue	-	-	-	7,104.00	7,104.00	Open
Past year State Revenue		-	-			
Past Year Match Revenue		-	-			
TOTAL FY 2014 STATE REVENUE	139,189.52	-	139,189.52	283,841.95	144,652.43	
TOTAL FY 2014 MATCH REVENUE	10,925.89	-	10,925.89	38,430.31	27,504.42	
	<u>150,115.41</u>	<u>-</u>	<u>150,115.41</u>	<u>322,272.26</u>	<u>172,156.85</u>	
Grand Total STATE FUNDED PROGRAMS	289,481.09	400,329.07	689,810.16	855,798.86	165,988.70	
Grand Total DISTRICT MATCH	55,610.46	8,840.08	64,450.54	98,847.56	34,397.02	
GRAND TOTAL	<u>345,091.55</u>	<u>409,169.15</u>	<u>754,260.70</u>	<u>954,646.42</u>	<u>200,385.72</u>	

**OZARK RIVERS SOLID WASTE MANAGEMENT DISTRICT
SCHEDULE OF RECEIPTS AND EXPENDITURES OF STATE AWARDS
SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2014**

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.