

SWMP  
DG Rg 0  
audit



**SOLID WASTE MANAGEMENT**

**DISTRICT 0**

**FINANCIAL STATEMENTS**

**Year Ended June 30, 2006**

**Ruth E. Torrey, CPA  
P. O. Box 256  
Bolivar, MO 65613**

# Ruth E. Torrey, CPA

P. O. Box 256

Bolivar, MO 65613

Phone 417-326-2862

Fax 417-777-6590

e-mail: [retorrey@alltel.net](mailto:retorrey@alltel.net)

## INDEPENDENT AUDITOR'S REPORT



Board of Directors  
Solid Waste Management District O  
Springfield, MO

I have audited the accompanying statements of financial position of Solid Waste Management District O (the District) as of June 30, 2006, and the related statement of activities and net assets for the years then ended. These financial statements are the responsibility of the management of the District. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my 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 I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the District as of June 30, 2006, and the changes in its net assets for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued my report dated September 28, 2006, on my consideration of the District's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of my audit.

Respectfully submitted,

  
Ruth E. Torrey, CPA  
September 28, 2006

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Directors  
Solid Waste Management District O  
Springfield, MO

I have audited the financial statements of Solid Waste Management District O (the District) as of June 30, 2006, and have issued my report thereon dated September 28, 2006. I conducted my 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.

Compliance

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

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the District's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted some conditions which I considered to be internal control weaknesses, but they did not constitute a material weakness.

This report is intended solely for the information of the board of directors and management and is not intended to be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

Ruth E. Torrey, CPA  
September 28, 2006

**SOLID WASTE MANAGEMENT DISTRICT O**  
**Statement of Financial Position**  
**June 30, 2006**

<b>Assets</b>		
<b>Current Assets</b>		
Cash on hand	\$	866
Cash in bank - operations account		15,035
Cash in bank - grants account		107,050
		122,951
Total Current Assets	\$	122,951
 <b>Fixed Assets</b>		
Office equipment		1,245
Less accumulated depreciation		(856)
Security interest - equipment		101,698
Less expired security interest - equipment		(44,875)
		57,212
Total Fixed Assets		57,212
Total Assets	\$	180,163
		180,163
 <b>Liabilities and Net Assets</b>		
<b>Current Liabilities</b>		
Accounts payable		3,043
Deferred grant revenue obligated for grants		77,810
Deferred interest revenue obligated for grants		42,332
		123,185
Total Current Liabilities		123,185
 <b>Net Assets</b>		
Fund balance		56,978
		56,978
Total Net Assets		56,978
Total Liabilities and Net Assets	\$	180,163
		180,163



**SOLID WASTE MANAGEMENT DISTRICT O**  
**Statement of Activities**  
**Year Ended June 30, 2006**

**Revenue**

DNR Grants received	\$ 151,743	
Total Revenue		\$ 151,743

**Expenses**

Program services	78,404	
Security interest expired	32,055	
Consultant fees	9,465	
Mileage	795	
Travel and training	338	
Office expense	487	
Depreciation - office equipment	311	
Professional fees	300	
Postage	155	
Awards	61	
Bank charges	43	
		122,414

<b>Increase in Net Assets</b>		\$ 29,329
<b>Net Assets, Beginning of Year</b>		27,649
<b>Net Assets, End of Year</b>		\$ 56,978



\$ 143,268  
 Grant  
 Expenses

**SOLID WASTE MANAGEMENT DISTRICT  
REGION O  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2006**

**NOTE 1 - Summary of Significant Accounting Policies**

**A. Organization**

The Solid Waste Management District Region O (the District) was organized for the purpose of administering grants to organizations within the District to encourage and educate the population on the benefits of recycling and other environmental concerns.

**B. Support and Revenue**

Funding is provided by the Missouri Department of Natural Resources. The District advertises for potential grantees to make application for the funds stating the purpose for the grant and the matching funds to be provided. A summary of the grants approved to date is attached.

**C. Basis of Accounting**

The financial statements have been prepared on a modified accrual basis of accounting. Amounts approved for grants have been recorded as a liability until the funds are disbursed.

**D. Fixed Assets**

The District retains a security interest in equipment purchased in the amount of the grant. The security interest of the District will decrease at the rate of 25% per year.

**E. Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates.

**F. Income Taxes**

The District is exempt from federal income taxes as a part of a governmental entity.



**SUPPLEMENTARY INFORMATION**

Received  
OCT 3 0 2006  
SWMP

**SOLID WASTE MANAGEMENT DISTRICT 0**  
 Grants Funded - Buffalo Recycling Center  
 Year ended June 30, 2006

Grant #2000083			
	Balance		Balance
	06/30/05	Actual	
DNR Grant	\$ 1,410	\$ 1,410	\$ 0
<hr/>			
Expenses			
Final reimbursement on vertical baler	1,410	1,410	0
<hr/>			
Total Expenditures	\$ 1,410	\$ 1,410	\$ 0
<hr/> <hr/>			

Grant #2003132			
	Balance		Balance
	06/30/05	Actual	
DNR Grant	\$ 1,639	\$ 0	\$ 1,639
<hr/>			
Expenses			
Door	1,639	0	1,639
<hr/>			
Total Expenditures	\$ 1,639	\$ 0	\$ 1,639
<hr/> <hr/>			

Received  
 OCT 30 2006  
 SWMP

**SOLID WASTE MANAGEMENT DISTRICT 0**  
 Grants Funded - Polk County  
 Year ended June 30, 2006

		Grant #2003137			
		Balance 06/30/05	Actual	Released to Grant Fund	Balance
DNR Grant		\$ 10,000	\$ 7,064	\$ 2,936	\$ 0
Expenses					
	Hydraulic Tilt Trailer	10,000	7,064	2,936	\$ 0
Total Expenditures		\$ 10,000	\$ 7,064	\$ 2,936	\$ 0

Received  
 OCT 3 0 2006  
 SWMP

**SOLID WASTE MANAGEMENT DISTRICT 0**

Grants Funded - City of Willard

Year ended June 30, 2006

Grant #2004130

	Balance 06/30/05	Actual	Balance
DNR Grant	\$ 11,100	\$ 11,100	\$ 0
<hr/>			
Expenses			
Recycling Trailer	11,100	11,100	\$ 0
<hr/>			
Total Expenditures	\$ 11,100	\$ 11,100	\$ 0
<hr/> <hr/>			



**SOLID WASTE MANAGEMENT DISTRICT O**

Grants Funded - HHW Project

Year ended June 30, 2006

Grant #2004131			
Balance			
	06/30/05	Actual	Balance
DNR Grant	\$ 38,728	\$ 10,185	\$ 28,543
<hr/>			
Expenses			
Personnel	2,700	0	2,700
Contractor Setup Fees	7,400	1,830	5,570
HHW Disposal Costs	28,500	8,355	20,145
Lunch and Refreshments	(10)	0	(10)
Expendable Supplies	138.00	0	138
<hr/>			
Total Expenditures	\$ 38,728	\$ 10,185	\$ 28,543
<hr/> <hr/>			

Grant #2005144			
Balance			
	06/30/05	Actual	Balance
DNR Grant	\$ 26,000	\$ 0	\$ 26,000
<hr/>			
Expenses			
Personnel	1,800	0	1,800
Contractor Setup Fees	5,000	0	5,000
HHW Disposal Costs	19,000	0	19,000
Lunch and Refreshments	100	0	100
Expendable Supplies	100	0	100
<hr/>			
Total Expenditures	\$ 26,000	\$ 0	\$ 26,000
<hr/> <hr/>			

Received  
 OCT 3 0 2006  
 SWMP

**SOLID WASTE MANAGEMENT DISTRICT 0**  
 Grants Funded - Republic Recycling Facility  
 Year ended June 30, 2006

	Grant #2004133		
	Balance	Actual	Balance
	06/30/05		
DNR Grant	\$ 27,069	\$ 27,069	\$ 0
<hr/>			
Expenses			
Recycling Trailer - Metal and Plastic	12,701	12,701	0
Recycling Trailer - Corrugated Cardboard	12,205	12,205	0
Signage	2,163	2,163	0
<hr/>			
Total Expenditures	\$ 27,069	\$ 27,069	\$ 0
<hr/> <hr/>			

**Received**  
 OCT 30 2006  
**SWMP**

**SOLID WASTE MANAGEMENT DISTRICT O**  
 Grants Funded - Plan Implementation  
 Year ended June 30, 2006

	Grant #2005142		
	06/30/05		
	Balance	Actual	Balance
DNR Grant	\$ 41,579	\$ 41,579	\$ 0
<hr/>			
Expenses			
Advertising	600	507	93
ESA	59	70	(11)
Clerk Salary	10,719	10,662	57
Insurance	1,010	1,000	10
Lodging	300	122	178
Meals	591	175	416
Meeting and Office Supplies	203	997	(794)
Other Mileage	487	607	(120)
Planner Mileage	3,134	3,256	(122)
Planner Phone	420	0	420
Planner Salary	19,144	23,425	(4,281)
Postage	990	689	301
Printing	(178)	69	(247)
Professional Services	2,600	0	2,600
Training	1,500	0	1,500
<hr/>			
Total Expenditures	\$ 41,579	\$ 41,579	\$ 0
<hr/> <hr/>			

Received  
 OCT 30 2006  
 SWMP

**SOLID WASTE MANAGEMENT DISTRICT O**  
 Grants Funded - Computer Recycling Center  
 Year ended June 30, 2006

Grant #2005144

	Balance 06/30/05	Actual	Balance
DNR Grant	\$ 18,859	\$ 18,859	\$ 0
<hr/>			
Expenses			
Forklift	18,859	18,859	0
<hr/>			
Total Expenditures	\$ 18,859	\$ 18,859	\$ 0
<hr/> <hr/>			

Grant #2005145

DNR Grant	\$ 1,915	\$ 1,915	\$ 0
Expenses			
Floor Scale	1,915	1,915	0
<hr/>			
Total Expenditures	\$ 1,915	\$ 1,915	\$ 0
<hr/> <hr/>			



**SOLID WASTE MANAGEMENT DISTRICT 0**  
 Grants Funded - Discovery Center  
 Year ended June 30, 2006

	Grant #2005146		
	Balance		Balance
	06/30/05	Actual	
DNR Grant	\$ 12,800	\$ 12,800	\$ 0
Expenses			
3 month Rental of Exhibit	12,800	12,800	0
Total Expenditures	<u>\$ 12,800</u>	<u>\$ 12,800</u>	<u>\$ 0</u>


  
 Received  
 OCT 30 2006  
 SWMP

**SOLID WASTE MANAGEMENT DISTRICT O**  
 Grants Funded - Meredith Used Car Sales & Recycling  
 Year ended June 30, 2006

		Grant #2005147		
		Balance		Balance
		06/30/05	Actual	
DNR Grant		\$ 9,825	\$ 8,351	\$ 1,474
Expenses				
4 Roll Off Containers		9,825	8,351	1,474
Total Expenditures		\$ 9,825	\$ 8,351	\$ 1,474

**SOLID WASTE MANAGEMENT DISTRICT O**  
Unused Grant Funds Released for Reallocation  
Year ended June 30, 2006

Grant Number	Funds Released
94116	\$174
97035	3,912
97037	1,917
98086	50
2001111	163
2002123	302
2003134	9,920
2003137	2,936
Sale of Old Equipment	780
Unencumbered Interest Income Balance	42,332
<b>Total Available for Reallocation</b>	<u><u>\$62,486</u></u>

*\$62,486*