



BOONE COUNTY, MISSOURI

OMB Circular A-133 Single Audit Report

December 31, 2004

(With Independent Auditors' Reports Thereon)

BOONE COUNTY, MISSOURI

OMB Circular A-133 Single Audit Report

December 31, 2004

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Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

The County Commissioners of
Boone County, Missouri:

We have audited the financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Boone County, Missouri, as of and for the year ended December 31, 2004, which collectively comprise Boone County, Missouri's basic financial statements and have issued our report thereon dated May 27, 2005. Our report on the basic financial statements was modified because we did not audit the financial statements of the discretely presented component unit. 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. The financial statements of the discretely presented component unit were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not extend to the discretely presented component unit.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Boone County, Missouri's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the basic financial statements and not to provide an opinion on internal control over financial reporting. Our consideration of internal control over financial reporting would not necessarily disclose all matters in internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the basic 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. We noted no matters involving internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Boone County, Missouri's basic 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 basic 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*.

We noted certain matters that we reported to the management of Boone County, Missouri, in a separate letter dated May 27, 2005.

This report is intended solely for the information and use of the County Commissioners of Boone County, Missouri; Boone County, Missouri management; 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.

KPMG LLP

St. Louis, Missouri
May 27, 2005



KPMG LLP
Suite 900
10 South Broadway
St. Louis, MO 63102-1761

**Independent Auditors' Report on Compliance With Requirements
Applicable to Each Major Program and on Internal Control Over
Compliance in Accordance With OMB Circular A-133**

The County Commissioners of
Boone County, Missouri:

Compliance

We have audited the compliance of Boone County, Missouri with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to its major federal program for the year ended December 31, 2004. Boone County, Missouri's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal program is the responsibility of Boone County, Missouri's management. Our responsibility is to express an opinion on Boone County, Missouri's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Boone County, Missouri's compliance with those requirements and performing such other procedures as we consider necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Boone County, Missouri's compliance with those requirements.

In our opinion, Boone County, Missouri complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended December 31, 2004.

Internal Control Over Compliance

The management of Boone County, Missouri is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Boone County, Missouri's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of internal control over compliance would not necessarily disclose all matters in internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operations that we consider to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited, in accordance with auditing standards generally accepted in the United States of America, the financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Boone County, Missouri as of and for the year ended December 31, 2004, and have issued our report thereon dated May 27, 2005. Our report on the basic financial statements was modified because we did not audit the financial statements of the discretely presented component unit. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise Boone County, Missouri's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the County Commissioners of Boone County, Missouri; Boone County, Missouri management; 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.

St. Louis, Missouri
May 27, 2005

KPMG LLP

BOONE COUNTY, MISSOURI

Schedule of Expenditures of Federal Awards

Year ended December 31, 2004

Federal Grantor/Federal Financial Assistance Program/ Program Cluster Title	Pass-Through Grantor	Boone County, Missouri Program Title	Dept	Federal CFDA Number	FY04 Federal Expenditures
UNITED STATES DEPARTMENT OF AGRICULTURE:					
Schools and Roads—Grants to Counties	-----	Forest Cropland PILT	1150	10,666	\$ 419
	-----	National Forest PILT	1190	10,666	7,046
					<u>7,465</u>
Child Nutrition Cluster:					
School Breakfast Program	-----	USDA—National School Breakfast Program	1242	10,553	13,517
National School Lunch Program	-----	USDA—National School Lunch and Special Milk Program	1242	10,555	20,675
					<u>34,192</u>
					<u>41,657</u>
<i>Total United States Department of Agriculture</i>					
UNITED STATES DEPARTMENT OF INTERIOR:					
Payment in Lieu of Taxes (PILT)	-----	Bureau of Land Management PILT	1190	13,226	5,169
					<u>5,169</u>
<i>Total United States Department of Interior</i>					
UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES:					
Child Support Enforcement	Missouri Department of Social Services Division of Child Support Enforcement	Child Support Enforcement	1221	93,563	17,230
	Missouri Department of Social Services Division of Child Support Enforcement	Family Court Service and Justice IV-D Reimbursement	1210	93,563	2,129
	Missouri Department of Social Services Division of Child Support Enforcement	Child Support Enforcement	1263	93,563	400,597
					<u>419,956</u>
Foster Care—Title IV-E	Missouri Department of Social Services Division of Family Services	Title IV-E Reimbursement	1242	93,638	88,391
	-----	Health Dept/Family Health Center Renovation Project	4040	93,887	246,040
					<u>754,387</u>
<i>Total United States Department of Health and Human Services</i>					
UNITED STATES DEPARTMENT OF HOMELAND SECURITY:					
State Domestic Preparedness Equipment Support Program	Missouri Department of Public Safety	State Domestic Preparedness Equipment Support Program	1287	97,004	28,891
Community Emergency Response Teams (CERT)	Missouri Department of Public Safety	Community Emergency Response Teams (CERT)	1287	97,054	3,747
State and Local All Hazards Emergency Operations Planning	Missouri Department of Public Safety	State and Local All Hazards Emergency Operations Planning	1287	97,051	6,750
					<u>39,388</u>
<i>Total United States Department of Homeland Security</i>					

(Continued)

BOONE COUNTY, MISSOURI
 Schedule of Expenditures of Federal Awards, Continued
 Year ended December 31, 2004

Federal Grantor/Federal Financial Assistance Program/ Program Cluster Title	Pass-Through Grantor	Boone County, Missouri Program Title	Dept	Federal CFDA Number	FY04 Federal Expenditures
UNITED STATES DEPARTMENT OF JUSTICE:					
Violence Against Women Formula Grants	Missouri Department of Public Safety	Domestic Violence Enforcement (DOVE)	1251	16,588	30,000
	Missouri Department of Public Safety	Domestic Violence Enforcement (DOVE)	1261	16,588	67,725
					<u>97,725</u>
Local Law Enforcement Block Grant Program	-----	Local Law Enforcement Block Grant	2533	16,592	26,481
					<u>26,481</u>
Juvenile Accountability Incentive Block Grants	Missouri Department of Public Safety	Juvenile Accountability Incentive Block Grant (JAIBG)	1243	16,523	53,516
	Missouri Department of Public Safety	Juvenile Accountability Incentive Block Grant (JAIBG)	4020	16,523	1,888
					<u>55,404</u>
Federal Asset Sharing Program	-----	Sheriff Forfeiture Money	2500	16,000	65,647
Byrne State & Local Law Enforcement Assistance Grants	-----	Mental Health Court Grant	1243	16,580	38,016
Public Safety Partnership and Community Policing Grants	-----	COFS in Schools	1251	16,710	84,000
Crime Victim Assistance	Missouri Department of Public Safety	Victim Response Team	1262	16,575	50,624
Part E State Challenge Activities	Missouri Department of Public Safety	Enhancement of Medical Services	1243	16,549	7,958
<i>Total United States Department of Justice</i>					<u>425,855</u>
UNITED STATES DEPARTMENT OF TRANSPORTATION:					
Highway Safety Cluster:					
State and Community Highway Safety	Missouri Department of Public Safety—Division of Highway Safety	Police Traffic Services Sobriety Checkpoint	1251	20,600	2,386
	Missouri Department of Public Safety—Division of Highway Safety	Police Traffic Services Hazardous Moving Violation Enforcement	1251	20,600	6,733
	Missouri Department of Public Safety—Division of Highway Safety	Selective Traffic Enforcement Program (STEP)	1251	20,604	1,863
<i>Total United States Department of Transportation</i>					<u>10,982</u>
UNITED STATES ENVIRONMENTAL PROTECTION AGENCY:					
Nonpoint Source Implementation Grants	Missouri Department of Natural Resources	Nonpoint Source Pollution Control	1750	66,460	59,889
<i>Total United States Environmental Protection Agency</i>					<u>59,889</u>
UNITED STATES GENERAL SERVICES ADMINISTRATION:					
Election Reform Payments	Missouri Secretary of State	Help America Vote Act (HAVA)	1132	39,011	25,675
<i>Total United States General Services Administration</i>					<u>25,675</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS					<u>\$ 1,363,002</u>

See accompanying independent auditors' report and notes to schedule of expenditures of federal awards.

BOONE COUNTY, MISSOURI

Notes to Schedule of Expenditures of Federal Awards

December 31, 2004

(1) Basis of Presentation

The accompanying schedule of expenditures of federal awards (the schedule) presents the activity of all federal awards programs of Boone County, Missouri for the year ended December 31, 2004. For the purposes of the schedule, federal awards include grants, contracts, loans, and loan guarantee agreements entered into directly between Boone County, Missouri and agencies and departments of the federal government or passed through other government agencies or other organizations.

(2) Basis of Accounting and Relationship to Federal Financial Reports

Amounts reported in the accompanying schedule are presented using the accrual basis of accounting, which is described in note 1 to Boone County, Missouri's basic financial statements. Related federal financial reports are prepared on the cash basis of accounting.

(3) Grants to Subrecipients

The accompanying schedule includes no federal expenditures that have been passed through to subrecipients.

BOONE COUNTY, MISSOURI

Schedule of Findings and Questioned Costs

December 31, 2004

(1) Summary of Auditors' Results:

- (a) The type of report issued on the basic financial statements: **Unqualified Opinion**
- (b) Reportable conditions in internal control were disclosed by the audit of the basic financial statements: **None reported**
Material weaknesses: **No**
- (c) Noncompliance which is material to the basic financial statements: **No**
- (d) Reportable conditions in internal control over the major program: **None reported**
Material weaknesses: **No**
- (e) The type of report issued on compliance for the major program: **Unqualified Opinion**
- (f) Any audit findings which are required to be reported under Section .510(a) of OMB Circular A-133: **No**
- (g) Major program:

CFDA #93.563 – U.S. Department of Health and Human Services passed through the
Missouri Department of Social Services Division of Child Support
Enforcement—Child Support Enforcement
- (h) Dollar threshold used to distinguish between Type A and Type B programs: **\$300,000**
- (i) Auditee qualified as a low-risk auditee under Section .530 of OMB Circular A-133: **Yes**

**(2) Findings Relating to the Basic Financial Statements Reported in Accordance with
Government Auditing Standards: None**

(3) Findings and Questioned Costs Relating to Federal Awards: None