

**AUDIT REPORT OF  
MONROE COUNTY, WEST VIRGINIA  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

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MONROE COUNTY, WEST VIRGINIA  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

This audit has been conducted pursuant to the authority and duty of the State Auditor as Chief Inspector and Supervisor of Public Offices to conduct an annual inspection of all political subdivisions of the State of West Virginia and any agency created by these subdivisions. This power is granted by West Virginia Code §6-9-1 et seq.

**MONROE COUNTY, WEST VIRGINIA  
SCHEDULE OF FUNDS INCLUDED IN REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

**GOVERNMENTAL FUND TYPES**

**MAJOR FUNDS**

General  
Coal Severance Tax  
Emergency 911  
Office of Emergency Management

**NONMAJOR FUNDS**

*Special Revenue Funds*

General School  
Magistrate Court  
Home Confinement  
Concealed Weapons  
Assessor's Valuation  
Gypsy Moth  
Monroe Tourism  
Confederate Monument  
K-9  
Concealed Weapons  
Fire Board  
Assessor's Valuation  
Voters Registration

**MONROE COUNTY, WEST VIRGINIA  
SCHEDULE OF FUNDS INCLUDED IN REPORT (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

**FIDUCIARY FUND TYPE**

*Agency Funds*

State  
School  
Municipal  
Other Agency

**DISCRETELY PRESENTED COMPONENT UNITS**

Monroe County Board of Health  
Monroe County Farmland Protection Board  
Monroe County Building Commission  
Monroe County Public Library  
Monroe County Health Center

**MONROE COUNTY, WEST VIRGINIA  
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*INTRODUCTORY SECTION*

**MONROE COUNTY, WEST VIRGINIA  
COUNTY OFFICIALS  
For the Fiscal Year Ended June 30, 2015**

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OFFICE	NAME	TERM
	<u>Elective</u>	
County Commission:	William Miller	01-01-09 / 12-31-14
	Clyde Gum, Jr	01-01-11 / 12-31-16
	Michael Ashley	01-01-13 / 12-31-18
	William Miller	01-01-14 / 12-31-20
Clerk of the County Commission:	Donnie Evans	01-01-11 / 12-31-16
Clerk of the Circuit Court:	Leta Comer	01-01-11 / 12-31-16
Sheriff:	Michael Gravely	01-01-13 / 12-31-16
Prosecuting Attorney:	Justin St. Clair	01-01-13 / 12-31-16
Assessor:	Norbert Netzel	01-01-13 / 12-31-16



***FINANCIAL SECTION***



# State of West Virginia

**Lisa A. Hopkins**

**State Auditor**

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## INDEPENDENT AUDITOR'S REPORT

Honorable Members of the  
Monroe County Commission  
Union, West Virginia

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Monroe County, West Virginia (the County), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the County'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 did not audit the financial statements of the Monroe County Health Center which represents 62 percent, 47 percent and 93 percent, respectively, of the assets, net position and revenues of the aggregate discretely presented component units, or the Monroe County Public Library which represents 3 percent, 3 percent and 2 percent, respectively, of the assets, net position and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Monroe County Health Center and the Monroe County Public Library, is based solely on the report of the other auditors. 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 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.

***Basis for Qualified Opinion on General Fund and Governmental Activities***

Management has not adopted a methodology for ensuring all revenues and expenditures are properly recorded for the General Fund and Governmental Activities. Accounting principles generally accepted in the United States of America require that when a revenue is collectible or an expenditure incurred the amount be recorded in the proper line item. Improperly recording a revenue or expenditure will misrepresent the budget to actual analyses, and neglecting to record a revenue or expenditure will decrease or increase the fund balance in the General Fund and Net Position for Governmental Activities. The amount by which this departure would affect the revenues, expenditures and fund balance/net position of the General Fund and Governmental Activities has not been determined.

Management did not apply Governmental Accounting Standards Board (GASB) statement number forty-five. Accounting principles generally accepted in the United States of America require the expenses and associated liability related to other post employment benefits (OPEB) be recognized during the period in which the liability is incurred, thereby increasing the expenses and liabilities and reducing the net assets for the governmental activities. The amount by which this departure would affect the expenses and net assets and the associated notes to the financial statements related to the governmental activities, each major fund, and the aggregate remaining fund information is not reasonably determinable.

***Qualified Opinion***

In our opinion, except for the effects of the matter described in the "Basis for Qualified Opinion on General Fund and Governmental Activities" paragraphs, the financial statements referred to above present fairly, in all material respects, the financial position of the General Fund and Governmental Activities of Monroe County, West Virginia, as of June 30, 2015, and the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Emphasis of a Matter***

As discussed in Note I.D.10, the County implemented the provisions of Governmental Accounting Standards Board (GASB) Statement Number 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement Number 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. Our opinion is not modified with respect to this matter.

As discussed in Note III.H., the prior year financial statements have been restated to correct a misstatement. Our opinion is not modified with respect to this matter.

***Other Matters***

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Schedule of the Government's Proportionate Share of the Net Pension Liability and the Schedule of Government Contributions on pages 35-38 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 (GASB) 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.

The County has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board (GASB) 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. Our opinion on the basic financial statements is not affected by this missing information.

*Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, the budgetary comparison for the Assessor's Valuation Fund and the discretely presented component unit fund financial statements for the Monroe County Building Commission and Monroe County Farmland Protection Board are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The budgetary comparison for the Assessor's Valuation Fund and the discretely presented component unit fund financial statements for the Monroe County Building Commission and Monroe County Farmland Protection Board are the responsibility of management and was derived from and relates 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 budgetary comparison for the Assessor's Valuation Fund and the discretely presented component unit fund financial statements for the Monroe County Building Commission and Monroe County Farmland Protection Board are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory section listed in the table of contents has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated January 12, 2017, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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* in considering the County's internal control over financial reporting and compliance.

Respectfully submitted,



Lisa A. Hopkins  
West Virginia State Auditor  
Charleston, West Virginia

January 12, 2017

**MONROE COUNTY, WEST VIRGINIA**  
**STATEMENT OF NET POSITION**  
**June 30, 2015**

	Primary	Component Units				
	Government					
	Governmental	Farmland	Building	Board	Health	Public
	Activities	Protection Board	Commission	of Health	Center	Library
<b>ASSETS</b>						
Current assets:						
Cash and cash equivalents	\$ 793,596	\$ 179,877	\$ --	\$ 391,930	\$ 3,870,638	\$ 79,207
Investments	--	--	--	--	--	31,778
Receivables:						
Taxes	146,212	--	--	--	--	--
Accounts	--	--	--	--	440,357	92
Inventory, at cost	--	--	--	--	97,623	--
Prepaid expenses	--	--	--	--	--	1,886
Total current assets	<u>939,808</u>	<u>179,877</u>	<u>--</u>	<u>391,930</u>	<u>4,408,618</u>	<u>112,963</u>
Noncurrent assets:						
Capital assets:						
Nondepreciable:						
Land	35,400	1,370,230	--	--	--	6,780
Depreciable:						
Buildings	140,000	--	1,330,236	--	--	364,942
Structures and improvements	162,854	--	--	--	--	--
Machinery and equipment	1,486,235	--	--	--	1,475,271	99,402
Leasehold improvements	--	--	--	--	1,704,223	--
Less: accumulated depreciation	( 1,311,864)	--	( 398,029)	--	( 2,476,442)	( 337,823)
Other debits:						
Goodwill	--	--	--	--	111,317	--
Total noncurrent assets	<u>512,625</u>	<u>1,370,230</u>	<u>932,207</u>	<u>--</u>	<u>814,369</u>	<u>133,301</u>
Total assets	<u>1,452,433</u>	<u>1,550,107</u>	<u>932,207</u>	<u>391,930</u>	<u>5,222,987</u>	<u>246,264</u>
<b>DEFERRED OUTFLOWS</b>						
Changes in proportion and differences between employer contributions and proportionate share of contributions						
	31,460	--	--	--	--	35
Employer contributions subsequent to measurement period						
	<u>181,465</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>378,645</u>	<u>3,774</u>
Total deferred outflows of resources	<u>212,925</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>378,645</u>	<u>3,809</u>
<b>LIABILITIES</b>						
Current liabilities payable						
from current assets:						
Accounts payable	149,865	--	--	--	90,032	5
Payroll payable	85,690	--	--	--	159,342	--
Compensated absences payable	--	--	--	--	198,180	750
OPEB payable	--	--	--	--	1,132,858	68,321
Noncurrent liabilities:						
Notes payable - due within one year	--	--	9,711	--	--	--
Notes payable - due in more than one year	--	--	175,598	--	--	--
Net pension liability	360,921	--	--	--	698,736	8,568
Compensated absences payable	<u>18,714</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total liabilities	<u>615,190</u>	<u>--</u>	<u>185,309</u>	<u>--</u>	<u>2,279,148</u>	<u>77,644</u>
<b>DEFERRED INFLOWS</b>						
Net difference between projected and actual investment earnings on pension plan						
	341,763	--	--	--	739,167	9,064
Changes in proportion and differences between employer contributions and proportionate share of contributions						
	--	--	--	--	5,249	--
Total deferred inflows of resources	<u>341,763</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>744,416</u>	<u>9,064</u>
<b>NET POSITION</b>						
Net investment in capital assets	512,625	1,370,230	746,898	--	703,052	133,301
Restricted for:						
Non-spendable						
	--	--	--	--	--	1,886
Unrestricted	<u>195,780</u>	<u>179,877</u>	<u>--</u>	<u>391,930</u>	<u>1,875,016</u>	<u>28,178</u>
Total net position	<u>708,405</u>	<u>1,550,107</u>	<u>746,898</u>	<u>391,930</u>	<u>2,578,068</u>	<u>163,365</u>
Total liabilities and net position	<u>\$ 1,323,595</u>	<u>\$ 1,550,107</u>	<u>\$ 932,207</u>	<u>\$ 391,930</u>	<u>\$ 5,601,632</u>	<u>\$ 250,073</u>

The notes to the financial statements are an integral part of this statement.

**MONROE COUNTY, WEST VIRGINIA**  
**STATEMENT OF ACTIVITIES**  
**For the Fiscal Year Ended June 30, 2015**

	Program Revenues			Net (Expense) Revenues and Changes in Net Position					
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental Activities	Farmland Protection Board	Building Commission	Health Center	Public Library
<b>Functions / Programs</b>									
<b>Primary government:</b>									
Governmental activities:									
General government	\$ 1,683,475	\$ 224,760	\$ 17,247	\$ 100,000	\$ (1,341,468)				
Public safety	936,781	--	2,222	10,700	(923,859)				
Health and sanitation	974	--	180	29,386	28,592				
Culture and recreation	2,605	--	2,510	--	(95)				
Social services	19,200	--	--	--	(19,200)				
Total governmental activities	2,643,035	224,760	22,159	140,086	(2,256,030)				
Total primary government	\$ 2,643,035	\$ 224,760	\$ 22,159	\$ 140,086	\$ (2,256,030)				
<b>Component units:</b>									
Farmland Protection Board	20,022	--	--	--	--	(20,022)	--	--	--
Building Commission	33,240	7,000	--	--	--	--	(26,240)	--	--
Board of Health	156,671	26,236	--	--	--	--	--	(130,435)	--
Health Center	5,103,850	4,192,916	1,992,699	--	--	--	--	1,081,765	--
Public Library	138,929	5,072	125,089	--	--	--	--	--	(8,768)
Total component units	\$ 5,452,712	\$ 4,231,224	\$ 2,117,788	\$ --	\$ --	\$ (20,022)	\$ (26,240)	\$ 1,081,765	\$ (8,768)
<b>General revenues:</b>									
Ad valorem property taxes				1,420,566					
Hotel occupancy tax				7,092					
Gas and oil severance tax				29,884					
Other taxes				712,715					
Coal severance tax				43,821					
Licenses and permits				27,416					
Intergovernmental:									
Federal				--				8,275	--
State				--				187,015	--
Unrestricted investment earnings				2,042		157		3,486	170
Refunds				5		--		--	--
Restricted investment earnings				--		--		5,000	4,204
Contributions from other entities				34,408		--		12,410	2,350
Miscellaneous				--		--		--	--
Total general revenues				2,277,949		62,035	--	20,896	6,724
Change in net position				21,919		42,013	(26,240)	1,102,661	(2,044)
Net position - beginning (restated note III H)				686,486		1,508,094	773,138	325,951	165,409
Net position - ending				\$ 708,405		\$ 1,550,107	\$ 746,898	\$ 391,930	\$ 163,365

The notes to the financial statements are an integral part of this statement.

**MONROE COUNTY, WEST VIRGINIA  
BALANCE SHEET - GOVERNMENTAL FUNDS**

**June 30, 2015**

	<u>General</u>	<u>Coal Severance Tax</u>	<u>E-911</u>	<u>Office of Emergency Services</u>	<u>Other Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS AND DEFERRED OUTFLOWS</b>						
<b>Assets:</b>						
<b>Current:</b>						
Cash and cash equivalents	\$ 80,696	\$ 25,083	\$ 514,538	\$ 106,724	\$ 66,555	\$ 793,596
Receivables:						
Taxes	<u>146,212</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>146,212</u>
Total assets	<u>226,908</u>	<u>25,083</u>	<u>514,538</u>	<u>106,724</u>	<u>66,555</u>	<u>939,808</u>
<b>LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</b>						
<b>Liabilities:</b>						
Accounts payable	147,847	--	2,018	--	--	149,865
Payroll payable	<u>85,690</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>85,690</u>
Total liabilities	<u>233,537</u>	<u>--</u>	<u>2,018</u>	<u>--</u>	<u>--</u>	<u>235,555</u>
<b>Deferred Inflows:</b>						
Unavailable revenue - taxes	<u>70,980</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>70,980</u>
Total deferred inflows of resources	<u>70,980</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>70,980</u>
Total liabilities and deferred inflows of resources	<u>304,517</u>	<u>--</u>	<u>2,018</u>	<u>--</u>	<u>--</u>	<u>306,535</u>
<b>Fund balances:</b>						
Restricted	--	--	512,520	106,724	66,555	685,799
Assigned	--	25,083	--	--	--	25,083
Unassigned	<u>( 77,609)</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>( 77,609)</u>
Total fund balances	<u>( 77,609)</u>	<u>25,083</u>	<u>512,520</u>	<u>106,724</u>	<u>66,555</u>	<u>633,273</u>
Total liabilities, deferred inflows and fund balance:	<u>\$ 226,908</u>	<u>\$ 25,083</u>	<u>\$ 514,538</u>	<u>\$ 106,724</u>	<u>\$ 66,555</u>	<u>\$ 939,808</u>

The notes to the financial statements are an integral part of this statement.

**MONROE COUNTY, WEST VIRGINIA**  
**RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
**June 30, 2015**

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Total fund balances on the governmental fund's balance sheet	\$	633,273
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds. (Note III.C )		512,625
Certain revenues are not available to fund current year expenditures and therefore are deferred in the funds. (Note III.B )		70,980
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. (Note III.G )		( 379,635)
Deferred inflows and outflows related to pension activity are not required to be reported in the funds but are required to be reported at the government-wide level:		
Deferred outflow (inflow) - Changes in employer portion and differences between contributions and proportionate share of pension expense.		31,460
PERS: <u>23,280</u>		
DSRS: <u>8,180</u>		
Deferred outflow - Employer contributions to pension plan after measurement date.		181,465
PERS: <u>142,595</u>		
DSRS: <u>38,870</u>		
Deferred inflow - Differences between projected and actual investment earnings.		( 341,763)
PERS: <u>( 275,431)</u>		
DSRS: <u>( 66,332)</u>		
Net position of governmental activities	\$	<u><u>708,405</u></u>

The notes to the financial statements are an integral part of this statement.



**MONROE COUNTY, WEST VIRGINIA**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES -**  
**GOVERNMENTAL FUNDS**  
**For the Fiscal Year Ended June 30, 2015**

	<u>General</u>	<u>Coal Severance Tax</u>	<u>E-911</u>	<u>Office of Emergency Services</u>	<u>Other Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>						
Taxes:						
Ad valorem property taxes	\$ 1,313,673	\$ --	\$ --	\$ --	\$ 74,601	\$ 1,388,274
Hotel occupancy tax	7,092	--	--	--	--	7,092
Gas and oil severance tax	29,884	--	--	--	--	29,884
Other taxes	54,676	--	658,039	--	--	712,715
Coal severance tax	--	43,821	--	--	--	43,821
Licenses and permits	--	--	--	--	27,416	27,416
Intergovernmental:						
State	162,245	--	--	--	--	162,245
Charges for services	156,038	--	--	--	19,855	175,893
Fines and forfeits	32,555	--	--	--	16,312	48,867
Interest and investment earnings	674	14	1,308	--	46	2,042
Refunds	--	--	--	--	5	5
Miscellaneous	33,593	--	--	--	815	34,408
<b>Total revenues</b>	<u>1,790,430</u>	<u>43,835</u>	<u>659,347</u>	<u>--</u>	<u>139,050</u>	<u>2,632,662</u>
<b>EXPENDITURES</b>						
Current:						
General government	1,647,871	48,424	--	--	67,212	1,763,507
Public safety	768,259	--	147,591	--	51,376	967,226
Health and sanitation	974	--	--	--	--	974
Culture and recreation	2,600	--	--	--	5	2,605
Social services	19,200	--	--	--	--	19,200
<b>Total expenditures</b>	<u>2,438,904</u>	<u>48,424</u>	<u>147,591</u>	<u>--</u>	<u>118,593</u>	<u>2,753,512</u>
Excess (deficiency) of revenues over expenditures	<u>( 648,474)</u>	<u>( 4,589)</u>	<u>511,756</u>	<u>--</u>	<u>20,457</u>	<u>( 120,850)</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	516,890	--	2,744	--	--	519,634
Transfers (out)	<u>( 2,744)</u>	<u>( 8,887)</u>	<u>( 454,506)</u>	<u>--</u>	<u>( 53,497)</u>	<u>( 519,634)</u>
<b>Total other financing sources (uses)</b>	<u>514,146</u>	<u>( 8,887)</u>	<u>( 451,762)</u>	<u>--</u>	<u>( 53,497)</u>	<u>--</u>
<b>Net change in fund balances</b>	<u>( 134,328)</u>	<u>( 13,476)</u>	<u>59,994</u>	<u>--</u>	<u>( 33,040)</u>	<u>( 120,850)</u>
Fund balances - beginning	<u>56,719</u>	<u>38,559</u>	<u>452,526</u>	<u>106,724</u>	<u>99,595</u>	<u>754,123</u>
<b>Fund balances - ending</b>	<u>\$ ( 77,609)</u>	<u>\$ 25,083</u>	<u>\$ 512,520</u>	<u>\$ 106,724</u>	<u>\$ 66,555</u>	<u>\$ 633,273</u>

The notes to the financial statements are an integral part of this statement.

**MONROE COUNTY, WEST VIRGINIA**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO**  
**THE STATEMENT OF ACTIVITIES**  
**For the Fiscal Year Ended June 30, 2015**

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Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds \$ (120,850)

Capital outlays are reported as an expenditure in the governmental funds but are considered an asset at the government-wide level. This is the amount of capital assets that were purchased during the fiscal year. (Note III.C) 8,450

Capital outlays are reported as an expenditure in the governmental funds. In the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount of depreciation expense charged during the year. (Note III.C). (79,005)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. This is the difference between prior and current year unavailable/unearned revenues. 32,292

Prior year unavailable/unearned revenues: 38,688

Current year unavailable/unearned revenues: 70,980

Certain pension expenses in the statement of activities are recognized on the accrual basis of accounting in accordance with GASB 68. Amount of pension expenditures at fund level. 181,465

PERS: 142,595

DSRS: 38,870

Amount of pension expenses recognized at government-wide level. (42,922)

PERS: (36,776)

DSRS: (6,146)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. (Note III. G) 42,489

Change in net position of governmental activities \$ 21,919

The notes to the financial statements are an integral part of this statement.

**MONROE COUNTY, WEST VIRGINIA**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND**  
**For the Fiscal Year Ended June 30, 2015**

	<u>Budgeted Amounts</u>		<u>Actual Modified Accrual Basis</u>	<u>Adjustments Budget Basis</u>	<u>Actual Amounts Budget Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>				
<b>REVENUES</b>						
Taxes:						
Ad valorem property taxes	\$ 1,594,394	\$ 1,594,394	\$ 1,313,673	\$ (23,262)	\$ 1,290,411	\$ (303,983)
Hotel occupancy tax	20,000	20,000	7,092	--	7,092	(12,908)
Gas and oil severance tax	17,000	17,000	29,884	--	29,884	12,884
Other taxes	60,000	60,000	54,676	--	54,676	(5,324)
Intergovernmental:						
State	30,000	30,000	162,245	(90,526)	71,719	41,719
Charges for services	208,650	208,650	156,038	--	156,038	(52,612)
Fines and forfeits	20,000	20,000	32,555	--	32,555	12,555
Interest and investment earnings	31,500	31,500	674	--	674	(30,826)
Refunds	20,000	20,000	--	--	--	(20,000)
Payments in lieu of taxes	48,699	48,699	--	--	--	(48,699)
Miscellaneous	188,000	188,000	33,593	--	33,593	(154,407)
<b>Total revenues</b>	<b>2,238,243</b>	<b>2,238,243</b>	<b>1,790,430</b>	<b>(113,788)</b>	<b>1,676,642</b>	<b>(561,601)</b>
<b>EXPENDITURES</b>						
Current:						
General government	1,727,344	1,707,738	1,647,871	(187,356)	1,460,515	247,223
Public safety	1,036,577	1,056,183	768,259	(87,801)	680,458	375,725
Health and sanitation	3,500	3,500	974	--	974	2,526
Culture and recreation	22,000	22,000	2,600	--	2,600	19,400
Social services	19,200	19,200	19,200	--	19,200	--
<b>Total expenditures</b>	<b>2,808,621</b>	<b>2,808,621</b>	<b>2,438,904</b>	<b>(275,157)</b>	<b>2,163,747</b>	<b>644,874</b>
Excess (deficiency) of revenues over expenditures	(570,378)	(570,378)	(648,474)	161,369	(487,105)	83,273
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	520,378	520,378	516,890	--	516,890	(3,488)
Transfers (out)	--	--	(2,744)	2,744	--	--
<b>Total other financing sources (uses)</b>	<b>520,378</b>	<b>520,378</b>	<b>514,146</b>	<b>2,744</b>	<b>516,890</b>	<b>(3,488)</b>
<b>Net change in fund balance</b>	<b>(50,000)</b>	<b>(50,000)</b>	<b>(134,328)</b>	<b>164,113</b>	<b>29,785</b>	<b>79,785</b>
Fund balance - beginning	50,000	50,000	56,719	(5,808)	50,911	911
<b>Fund balance - ending</b>	<b>\$ --</b>	<b>\$ --</b>	<b>\$ (77,609)</b>	<b>\$ 158,305</b>	<b>\$ 80,696</b>	<b>\$ 80,696</b>

The notes to the financial statements are an integral part of this statement.

**MONROE COUNTY, WEST VIRGINIA**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL - COAL SEVERANCE TAX FUND**  
**For the Fiscal Year Ended June 30, 2015**

	Budgeted Amounts		Actual Modified Accrual Basis	Adjustments Budget Basis	Actual Amounts Budget Basis	Variance with Final Budget Positive (Negative)
	Original	Final				
<b>REVENUES</b>						
Taxes:						
Coal severance tax	\$ 48,500	48,500	\$ 43,821	\$ --	\$ 43,821	\$ (4,679)
Interest and investment earnings	--	--	14	--	14	14
Total revenues	48,500	48,500	43,835	--	43,835	(4,665)
<b>EXPENDITURES</b>						
Current:						
General government	88,500	88,500	48,424	8,887	57,311	31,189
Total expenditures	88,500	88,500	48,424	8,887	57,311	31,189
Excess (deficiency) of revenues over expenditures	(40,000)	(40,000)	(4,589)	(8,887)	(13,476)	26,524
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers (out)	--	--	(8,887)	8,887	--	--
Total other financing sources (uses)	--	--	(8,887)	8,887	--	--
Net change in fund balance	(40,000)	(40,000)	(13,476)	--	(13,476)	26,524
Fund balance - beginning	40,000	40,000	38,559	--	38,559	(1,441)
Fund balance - ending	\$ --	\$ --	\$ 25,083	\$ --	\$ 25,083	\$ 25,083

The notes to the financial statements are an integral part of this statement.

**MONROE COUNTY, WEST VIRGINIA**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**June 30, 2015**

	<u>Agency Funds</u>
<b>ASSETS</b>	
Non-pooled cash	\$ <u>533,206</u>
Total cash	<u>533,206</u>
Receivables:	
Taxes	<u>418,071</u>
Total receivables	<u>418,071</u>
Total assets	<u>951,277</u>
Total assets and deferred outflows of resources	\$ <u><u>951,277</u></u>
<b>LIABILITIES</b>	
Due to: other governments	<u>951,277</u>
Total liabilities	<u>951,277</u>
Total liabilities and deferred inflows of resources	\$ <u><u>951,277</u></u>

The notes to the financial statements are an integral part of this statement.

**MONROE COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2015**

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**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Except as noted, the accounting policies of Monroe County, West Virginia (the County), conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of significant accounting policies:

**A. Reporting Entity**

Monroe County is one of fifty-five counties established under the Constitution and the Laws of the State of West Virginia. There are six offices elected county-wide, which are: County Commission, County Clerk, Circuit Clerk, Assessor, Sheriff, and Prosecuting Attorney.

The County Commission is the legislative body for the government, and as such budgets and provides all the funding used by the separate Constitutional Offices except for the offices of the Assessor and the Sheriff, which also have additional revenue sources. The County Clerk's office maintains the accounting system for the County's operations. The operations of the County as a whole, however, including all the Constitutional offices, have been combined in these financial statements.

The services provided by the government and accounted for within these financial statements include law enforcement for unincorporated areas of the County, health and social services, cultural and recreational programs, and other governmental services.

The accompanying financial statements present the government and its component units as required by generally accepted accounting principles. In determining whether to include a governmental department, agency, commission or organization as a component unit, the government must evaluate each entity as to whether they are legally separate and financially accountable based on the criteria set forth by the Governmental Accounting Standards Board (GASB). Legal separateness is evaluated on the basis of: (1) its corporate name, (2) the right to sue and be sued, and (3) the right to buy, sell or lease and mortgage property. Financial accountability is based on: (1) the appointment of the governing authority and (2) the ability to impose will or (3) the providing of specific financial benefit or imposition of specific financial burden. Another factor to consider in this evaluation is whether an entity is fiscally dependent on the County.

*Discretely Presented Component Units*

Discretely presented component units are entities which are legally separate from the County, but are financially accountable to the County, or whose relationship with the County is such that exclusion would cause the County's financial statements to be misleading or incomplete. Because of the nature of services they provide and the County's ability to impose its will on them or a financial benefit/burden relationship exists, the following component units are discretely presented in accordance with GASB Statement No. 14 (as amended by GASB Statement No. 39 and GASB Statement No. 61). The discretely presented component units are presented on the government-wide statements.

**MONROE COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2015**

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The Monroe County Board of Health serves citizens of Monroe County and is governed by a five-member board appointed by the County Commission. The Board of Health is responsible for directing, supervising and carrying out matters related to public health of the County. West Virginia statute dictates the County is legally obligated to provide financial support to the board.

The Monroe County Farmland Protection Board serves Monroe County, West Virginia, and is governed by a board comprised of seven members appointed by the County Commission. The Monroe County Farmland Protection Board protects property on behalf of the County.

The Monroe County Health Center serves all citizens of Monroe County and is governed by a thirteen-member board appointed by the County Commission. The Monroe County Health Center provides citizens. acute short term care.

The Monroe County Public Library serves all citizens of Monroe County and is governed by a five member board of which three members are appointed by the Board of Education and two members are appointed by the County Commission. The County provides financial support to the library annually.

The Monroe County Building Commission serves Monroe County, West Virginia, and is governed by a board comprised of five members appointed by the County Commission for a term of five years each. The Building Commission acquires property and debt on behalf of the County and also provides services to external parties.

Complete financial statements for each of the individual component units can be obtained at the entity's administrative offices.

**B. Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

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: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues. Interest on general long-term debt liabilities is considered an indirect expense and is reported in the Statement of Activities as a separate line.

**MONROE COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2015**

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Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**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, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied and collectible. 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. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collectible within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, interest and special assessments are susceptible to accrual. Other receipts and taxes become measurable and available when cash is received by the government and are recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

The government reports the following major governmental funds:

The *General fund* is the government's primary operating fund. It accounts for all financial sources of the general government, except those required to be accounted for in another fund.

The *Coal Severance Tax fund*, a special revenue fund, accounts for revenues and expenditures from a severance tax placed on coal that is distributed to West Virginia counties. The State Auditor's Office requires an annual budget be submitted for approval for this fund.

The *Emergency 911 fund*, a special revenue fund, accounts for the dispatch system in the county.

The *Office of Emergency Management fund*, a special revenue fund, accounts for a federal grant received by the county for emergency management.



**MONROE COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2015**

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Additionally, the government reports the following fund types:

The agency funds are custodial in nature (assets equal liabilities) and do not present results of operations or have a measurement focus. Agency funds are accounted for using the full accrual basis of accounting. These funds are used to account for assets that Monroe County, West Virginia holds for others in an agency capacity.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than program revenues. Likewise, general revenues include all taxes.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

**D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position**

**1. Deposits and Investments**

Monroe County, West Virginia's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of less than three months from the date of acquisition.

**2. Receivables and Payables**

*Interfund Transactions*

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "interfund receivables or payables" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balance outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances".

*Property Tax Receivable*

The property tax receivable allowance is equal to 95 percent of the property taxes outstanding at June 30, 2015.

**MONROE COUNTY, WEST VIRGINIA  
NOTES TO THE FINANCIAL STATEMENTS  
For the Fiscal Year Ended June 30, 2015**

All current taxes assessed on real and personal property may be paid in two installments; the first installment is payable on September first of the year for which the assessment is made, and becomes delinquent on October first; the second installment is payable on the first day the following March and becomes delinquent on April first. Taxes paid on or before the date when they are payable, including both first and second installments, are subject to a discount of two and one-half percent. If the taxes are not paid on or before the date in which they become delinquent, including both first and second installments, interest at the rate of nine percent per annum is added from the date they become delinquent until the date they are paid. Taxes paid on or before the due date are allowed a two and one half percent discount. A tax lien is issued for all unpaid real estate taxes as of the date of the sheriff's sale and these liens are sold between October 14th and November 23rd of each year. Sixty days of estimated property tax collections are recorded in revenues at the end of each fiscal year.

All counties within the state are authorized to levy taxes not in excess of the following maximum levies per \$100 of assessed valuation: On Class I property, fourteen and three-tenths cents (14.30 cents); On Class II property, twenty-eight and six-tenths cents (28.60 cents); On Class III property, fifty-seven and two-tenths cents (57.20 cents); On Class IV property, fifty-seven and two-tenths cents (57.20 cents). In addition, counties may provide for an election to lay an excess levy; the rates not to exceed statutory limitations, provided at least sixty percent of the voters cast ballots in favor of the excess levy.

The rates levied by the County per \$100 of assessed valuation for each class of property for the fiscal year ended June 30 were as follows:

<u>Class of Property</u>	<u>Assessed Valuation For Tax Purposes</u>	<u>Current Expense</u>	<u>School Excess Levy</u>	<u>Fire Excess Levy</u>
Class I	\$ --	14.30 cents	17.21 cents	2.04 cents
Class II	224,286,543	28.60 cents	34.42 cents	4.08 cents
Class III	141,065,084	57.20 cents	68.84 cents	8.16 cents
Class IV	16,969,200	57.20 cents	68.84 cents	8.16 cents

Monroe County, West Virginia held a special election on January 30, 2010. The County was authorized to lay an excess levy to provide approximately \$1,688,164 annually during the five fiscal years ended June 30, 2011 through June 30, 2015, for the purpose of providing: a) Direct services to students, b) Student related community services, c) Preventive maintenance/School safety/Facility and program improvement, and d) Improve guidance/counseling services; improve school cleanliness.

Monroe County, West Virginia held a special election on May 13, 2014. The county was authorized to lay an excess levy to provide approximately \$203,094 annually during the five fiscal years ended June 30, 2015 through June 30, 2019, for the purpose of assisting local fire departments in meeting their legal and civil expense obligations.

### 3. Inventories

The cost of governmental fund-type inventories are recorded as expenditures when purchased rather than when consumed.

**MONROE COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2015**

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**4. Capital Assets and Depreciation**

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$7,500 or more and estimated to have a useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend assets lives are not capitalized.

The government depreciates the capital assets using the straight-line method. Capital assets depreciation and capitalization policies are defined by the government as follows:

<u>Asset</u>	<u>Straight-line Years</u>	<u>Inventory Purposes</u>	<u>Capitalize/ Depreciate</u>
Land	not applicable	\$ 1	\$ Capitalize only
Land improvement	20 to 30 years	1	12,500.00
Building	40 years	1	25,000.00
Building improvements	20 to 25 years	1	25,000.00
Construction in progress	not applicable	1	Capitalize only
Equipment	5 to 10 years	1,000	7,500.00
Vehicles	5 to 10 years	1,000	15,000.00
Infrastructure	40 to 50 years	50,000	100,000.00

**5. Compensated Absences**

It is the government's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements in accordance with GASB Statement No. 16, *Accounting for Compensated Absences*.

**6. Long-term Obligations**

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position.

**7. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then.

**MONROE COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2015**

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In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

**8. Fund Balances**

In the governmental fund financial statements, fund balance is reported in five classifications.

Nonspendable fund balance      Inventories and prepaid amounts represent fund balance amounts that are not in spendable form.

Restricted                              The restricted category is the portion of fund balance that is externally imposed by creditors, grantors, contributors or laws or regulations. It also is imposed by law through constitutional provisions or enabling legislation.

Committed                              The committed category is the portion of fund balance whose use is constrained by limitations have been approved by an order (the highest level of formal action) of the County Commission, and that remain binding unless removed in the same manner. The approval does not automatically lapse at the end of the fiscal year.

Assigned                                 The assigned category is the portion of fund balance that has been approved by formal action of the County Commission for any amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed.

Unassigned                              The unassigned category is the portion of fund balance that has not been reported in any other classification. Only the general fund can report a positive amount of unassigned fund balance. However, any governmental fund in a deficit position could report a negative amount of unassigned fund balance.

The County Commission is the government's highest level of decision-making authority. The Commission would take formal action to establish, and modify or rescind, a fund balance commitment or to assign fund balance amounts to a specific purpose. The government has adopted a revenue spending policy that provides guidance for programs with multiple revenue sources. For purposes of fund balance classification, expenditures are to be spent from restricted fund balance first, followed in order by committed fund balance, assigned fund balance and lastly unassigned fund balance. The government has the authority to deviate from this policy if it is in the best interest of the County.

**MONROE COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2015**

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**9. Pensions**

For purposes of measuring the net pension liability and deferred outflows/inflows of the resources related to pensions, and pension expense, information about the fiduciary net position of Monroe County's Public Employee Retirement System (PERS) and Deputy Sheriffs' Retirement System (DSRS) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by the PERS and DSRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**10. Change in Accounting Principle**

Effective July 1, 2014, the County adopted Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. These Statements are to improve accounting and financial reporting by state and local governments for pensions, and to improve information provided by state and local government employers about financial support for pensions that is provided by other entities. There was no effect on beginning net position or fund balance.

**II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. Budgetary Information**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund and the Coal Severance Tax Special Revenue Fund. All annual appropriations lapse at fiscal year end.

Monroe County, West Virginia prepares its budget on the cash basis of accounting. Therefore, a reconciliation has been performed on the Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual for both the General and Coal Severance Tax Funds.

Prior to March 2nd of each year, the various elected officials submit to the County Commission proposed requests for their respective offices for the fiscal year commencing July 1. Upon review and approval of these requests, the County Commission prepares proposed budgets on forms prescribed by the State Auditor and submits them to the State Auditor by March 28 for approval. The County Commission then reconvenes on the third Tuesday in April to hear objections from the public and to formally lay the levy.

**MONROE COUNTY, WEST VIRGINIA  
NOTES TO THE FINANCIAL STATEMENTS  
For the Fiscal Year Ended June 30, 2015**

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The appropriated budget is prepared by fund, function and department. Transfers of appropriations between departments and revenue related revisions to the budget require approval from the governing council and then submission to the State Auditor for approval. Revisions become effective when approved by the State Auditor and budgeted amounts in the financial statements reflect only such approved amounts. The governing body made the following material supplementary budgetary appropriations throughout the year:

<u>Description</u>	<u>General Fund Amount</u>
General government expenditure increase	\$ ( 19,606)
Public safety expenditure increase	19,606

**B. Deficit Fund Equity**

The General Fund had a deficit fund balance of (\$77,609) as of June 30, 2015. The fund's payables amount totals \$233,537.

**III. DETAILED NOTES ON ALL FUNDS**

**A. Deposits and Investments**

At year-end, the government had no investments.

*Custodial Credit Risk*

For deposits, the government could be exposed to risk in the event of a bank failure where the government's deposits may not be returned. The government's policy for custodial credit risk is to comply with statutory provisions for depository bond coverage, which provides that no public money should be deposited until the banking institution designated executes a bond with good and sufficient sureties which may not be less than the maximum sum that is deposited in the depository at any one time.

At year end, the government's bank balances were \$1,326,802. The bank balance was collateralized by federal depository insurance or with securities held by the pledging financial institution's trust department or agent in the government's name. The bank balance of the Monroe County Farmland Protection Board, a discretely presented component unit, was \$179,877 and was collateralized by the federal depository insurance.

**MONROE COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2015**

A reconciliation of cash and investments as shown on the Statement of Net Position of the primary government and Statement of Net Position of the Fiduciary Funds is as follows:

Cash and cash equivalents	\$ <u>1,326,802</u>
 Total	 \$ <u><u>1,326,802</u></u>
 Cash and cash equivalents	 \$ 793,596
Cash and cash equivalents-restricted	<u>533,206</u>
 Total	 \$ <u><u>1,326,802</u></u>

**B. Receivables**

Receivables at year end for the government's individual major and aggregate nonmajor funds, and aggregate fiduciary funds, including applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Fiduciary</u>	<u>Total</u>
Receivables:			
Taxes	\$ <u>153,474</u>	\$ <u>418,071</u>	\$ <u>571,545</u>
 Gross Receivables	 <u>153,474</u>	 <u>418,071</u>	 <u>571,545</u>
 Less: Allowance for Uncollectible	 <u>( 7,262)</u>	 <u>    --</u>	 <u>( 7,262)</u>
 Net Total Receivables	 <u>\$ 146,212</u>	 <u>\$ 418,071</u>	 <u>\$ 564,283</u>

Governmental funds report unavailable/unearned revenue in connection with receivables for revenue that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unavailable revenue and unearned revenue reported in the governmental funds were as follows:

	<u>Deferred</u>
	<u>Inflows -</u>
	<u>Unavailable</u>
 Delinquent property taxes receivable (General Fund)	 \$ <u>70,980</u>
 Total unavailable/unearned revenue for governmental funds	 \$ <u><u>70,980</u></u>

**MONROE COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2015**

**C. Capital Assets**

Capital asset activity for the fiscal year ended June 30 was as follows:

	<b>Primary Government</b>			<b>Ending Balance</b>
	<b>Beginning Balance</b>	<b>Increases</b>	<b>Decreases</b>	
<b>Governmental activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 35,400	\$ --	\$ --	\$ 35,400
Total capital assets not being depreciated	<u>35,400</u>	<u>--</u>	<u>--</u>	<u>35,400</u>
Capital assets being depreciated:				
Buildings and improvements	140,000	--	--	140,000
Structures and improvements	162,854	--	--	162,854
Machinery and equipment	1,477,785	8,450	--	1,486,235
Less: Total accumulated depreciation	<u>( 1,232,859)</u>	<u>( 79,005)</u>	<u>--</u>	<u>( 1,311,864)</u>
Total capital assets being depreciated, net	<u>547,780</u>	<u>( 70,555)</u>	<u>--</u>	<u>477,225</u>
Governmental activities capital assets, net	<u>\$ 583,180</u>	<u>\$ ( 70,555)</u>	<u>\$ --</u>	<u>\$ 512,625</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:		
General government		\$ 11,789
Public safety		<u>67,216</u>
Total depreciation expense-governmental activities		<u>\$ 79,005</u>

**Discretely Presented Component Units**

Activity related to capital assets for the Building Commission for the fiscal year ended June 30, 2015 was as follows:

	<b>Beginning Balances</b>	<b>Increases</b>	<b>Decreases</b>	<b>Ending Balance</b>
Capital assets, being depreciated:				
Buildings	\$ 1,141,236	\$ 189,000	\$ --	\$ 1,330,236
Less: accumulated depreciation	<u>( 368,098)</u>	<u>( 29,931)</u>	<u>--</u>	<u>( 398,029)</u>
Total capital assets being depreciated	<u>773,138</u>	<u>159,069</u>	<u>--</u>	<u>932,207</u>
Total capital assets, net	<u>\$ 773,138</u>	<u>\$ 159,069</u>	<u>\$ --</u>	<u>\$ 932,207</u>



**MONROE COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2015**

Activity related to capital assets for the Farmland Protection Board for the fiscal year ended June 30, 2015 was as follows:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital Assets, not being depreciated:				
Land	\$ 1,370,230	\$ -	\$ -	\$ 1,370,230
Total capital assets not being depreciated	<u>1,370,230</u>	<u>-</u>	<u>-</u>	<u>1,370,230</u>
Total capital assets	<u>\$ 1,370,230</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,370,230</u>

**D. Interfund Receivables, Payables, and Transfers**

*Interfund Transfers:*

<u>Transferred from:</u>	<u>Transferred to:</u>	<u>Purpose</u>	<u>Amount</u>
Assessor's Valuation	General	Reimbursement	\$ 53,497
E-911	General	Reimbursement	454,506
Coal Severance	General	Reimbursement	8,887
General	E-911	Reimbursement	<u>2,744</u>
Total			<u>\$ 519,634</u>

**E. Fund Balance Detail**

At year-end, the detail of the government's fund balances is as follows:

	<u>General Fund</u>	<u>Coal Severance Fund</u>	<u>E-911</u>	<u>Office of Emergency Services</u>
Restricted:				
Public safety	\$ --	\$ --	\$ 512,520	\$ 106,724
Assigned:				
Budget Carryover	--	25,083	--	--
Unassigned	<u>(77,609)</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total fund balances	<u>\$ (77,609)</u>	<u>\$ 25,083</u>	<u>\$ 512,520</u>	<u>\$ 106,724</u>

**MONROE COUNTY, WEST VIRGINIA  
NOTES TO THE FINANCIAL STATEMENTS  
For the Fiscal Year Ended June 30, 2015**

	Non-major Funds	Total
Restricted:		
General government	\$ 33,097	\$ 33,097
Public safety	25,015	644,259
Culture and recreation	8,443	8,443
Assigned:		
Other	--	25,083
Unassigned	--	( 77,609)
 Total fund balances	 \$ 66,555	 \$ 633,273

**F. Notes**

The Building Commission, a discretely presented component unit, entered into a bank loan agreement which does not contain a non-appropriation of funds clause with the Bank of Monroe on dated December 26, 2014 in the amount of \$189,000 for the purchase of a building to be used as drug court. Interest will accrue at the annual rate of 3.75%. There will be 59 monthly payments with a single balloon payment of the entire unpaid balance of principal and interest made January 10, 2020.

Annual debt service requirement to maturity for notes payable are as follows:

	Building Commission	
<u>Year Ending June 30,</u>	Principal	Interest
2016	\$ 9,711	\$ 7,009
2017	9,974	6,628
2018	10,429	6,234
2019	10,840	5,823
2020	144,355	3,200
 Total	 \$ 185,309	 \$ 28,894

**MONROE COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2015**

**G. Changes in Long-term Liabilities**

	<b>Governmental Activities</b>				
	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Notes	\$ 18,296	\$ --	\$ ( 18,296)	\$ --	\$ --
Net pension obligation	800,793	--	( 439,872)	360,921	--
Compensated absences	42,907	--	( 24,193)	18,714	--
Governmental activities Long-term liabilities	\$ 861,996	\$ --	\$ ( 482,361)	\$ 379,635	\$ --
	<b>Discretely Presented Component Unit - Building Commission</b>				
	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Notes	\$ --	\$ 189,000	\$ ( 3,691)	\$ 185,309	\$ 9,711
Governmental activities Long-term liabilities	\$ --	\$ 189,000	\$ ( 3,691)	\$ 185,309	\$ 9,711

**H. Prior Period Adjustment**

The following fund balances required restatement at the beginning of the year as follows:

	Governmental Activities
Fund balances (government-wide balance), as previously stated	\$ 1,314,788
Add:	
Deferred outflow of Resources-employer contributions during measurement period	172,491
Deduct:	
Net pension liability	( 800,793)
Fund balances (government-wide balance), restated	\$ 686,486

**MONROE COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2015**

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**IV. OTHER INFORMATION**

**A. Risk Management**

The government is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the government carries insurance with West Virginia Counties Risk Pool for umbrella (general liability) insurance for these various risks.

Workers' Compensation Fund (WCF): West Virginia utilizes a single private insurance company, WV CORP, to provide workers' compensation coverage to all employers in the state. Other private insurance companies may begin to offer coverage to private sector employees beginning July 1, 2008 and to government employers beginning July 1, 2010. For the most part, all employers in the state, including governmental entities, must have coverage. The cost of all coverage, as determined by WV CORP, is paid by the employers. The WCF risk pool retains the risk related to the compensation of injured employees under the program.

Liabilities are reported when it is probable a loss has occurred and the amount of the loss can be reasonably estimated.

**B. Contingent Liabilities**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds.

The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

The government is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the government's counsel that resolution of these matters will not have a material effect on the financial condition of the government.

**C. Deferred Compensation Plan**

The government offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all full-time government employees at their option, permits participants to defer a portion of their salary until future years. The deferred compensation is not available to participants until termination, retirement, death or unforeseeable emergency.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are held for the exclusive benefit of the participants and their beneficiaries.

**MONROE COUNTY, WEST VIRGINIA  
NOTES TO THE FINANCIAL STATEMENTS  
For the Fiscal Year Ended June 30, 2015**

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**D. Postemployment Healthcare Plan**

Monroe County, a non-participating employer, has not obtained the required actuarial study necessary to record the Other Post Employment Benefits obligation in accordance with the parameters of Governmental Accounting Standards Board (GASB) Statement No. 45.

**V. EMPLOYEE RETIREMENT SYSTEMS AND PLANS**

*General Information about the Pension Plans*

Monroe County, West Virginia participates in state-wide, cost-sharing, multiple-employer defined benefit plans on behalf of county employees. The system is administered by agencies of the State of West Virginia and funded by contributions from participants, employers, and state appropriations, as necessary.

The following is a summary of eligibility factors, contribution methods, and benefit provisions:

**Public Employees Retirement System (PERS)**

Eligibility to participate	All county full-time employees, except those covered by other pension plans
Authority establishing contribution obligations and benefit provisions	West Virginia State Code §5-10d discusses the Consolidated Public Retirement Board, which administers all public retirement plans in the state of West Virginia.
Plan member's contribution rate	4.50%
County's contribution rate	14.00%
Period required to vest	Five Years
Benefits and eligibility for distribution	A member who has attained age 60 and has earned 5 years or more of contributing service or age 55 if the sum of his/her age plus years of credited service is equal to or greater than 80. The final average salary (three highest consecutive years in the last 15) times the years of service times 2% equals the annual retirement benefit.
Deferred retirement portion	No
Provisions for:	
Cost of living	No
Death benefits	Yes

**MONROE COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2015**

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**West Virginia Deputy Sheriff Retirement System (WVDSRS)**

Eligibility to participate	West Virginia deputy sheriffs first employed after the effective date and any deputy sheriffs hired prior to the effective date who elect to become members.
Authority establishing contribution obligations and benefit provisions	West Virginia State Code §5-10d discusses the Consolidated Public Retirement Board, which administers all public retirement plans in the state of West Virginia. The WVDRS is also discussed in West Virginia State Code §7-14d.
Funding policy and contributions	Certain fees for reports generated by sheriff's offices are paid to this plan in accordance with West Virginia State Code. WVDSRS members are required to contribute 8.5% of their annual covered salary and the county is required to contribute 12.5%. The contribution requirements of WVDSRS members are established and may be amended only by the State of West Virginia Legislature. The government's contribution to WVDSRS for the current fiscal year ending was \$26,432 for employees' share and \$38,870 for employer's share.
Period required to vest	Five years
Benefits and eligibility for distribution	A member who has attained age 60 and has earned 5 or more years of contributing service or age 50 and if the sum of his/her age plus years of credited service is equal to or greater than 70. The final average salary (five highest consecutive years in the last ten years) times the years of service times 2.25% equals the annual retirement benefit.
Deferred retirement option	No deferred retirement option is available.
Provisions for cost of living adjustments or death benefits	This plan has no provisions for cost of living adjustments. There are provisions for death benefits.
Annual pension cost and amount contributed:	For the current fiscal year ended, the annual cost was \$65,302 for all covered employees with a contributed percentage of 100%.

**MONROE COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2015**

*Trend Information*

<u>Fiscal Year</u>	<u>Public Employees Retirement System (PERS)</u>		<u>West Virginia Deputy Sheriff Retirement System (WVDRS)</u>	
	Annual Pension Cost	Percentage Contributed	Annual Pension Cost	Percentage Contributed
	2015	\$ 188,428	100%	\$ 65,302
2014	\$ 179,494	100%	\$ 58,727	100%
2013	\$ 166,426	100%	\$ 52,871	100%

PERS and WVDRS issue a publicly available financial report that includes financial statements and required supplementary information. That information may be obtained by writing to the Public Employees Retirement System, 4101 MacCorkle Avenue, SE, Charleston, WV 25304.

***Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions***

At fiscal year-end, the government reported the following liabilities for its proportionate share of the net pension liabilities. The net pension liabilities were measured as of June 30, 2014, and the total pension liability used to calculate the net pension liabilities was determined by an actuarial valuation as of that date. The government's proportion of the net pension liabilities was based on a projection of the government's long-term share of contributions to the pension plans relative to the projected contributions of all participating governments, actuarially determined. At June 30, 2014, the government's reported the following proportions and increase/decreases from its proportion measured as of June 30, 2013:

	PERS	WVDRS
Amount for proportionate share of net pension liability	\$ 260,366	\$ 100,540
Percentage for proportionate share of net pension liability	0.070547%	0.589641%
Increase/decrease % from prior proportion measured	4.96035%	5.04880%

For the year ended June 30, 2015, the government recognized the following pension expenses.

	PERS	WVDRS
Pension expense	\$ 36,776	\$ 6,146

**MONROE COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2015**

The government reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

**Public Employees Retirement System**

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions		
Net difference between projected and actual earnings on pension plan investments	\$ --	\$ 275,431
Changes in proportion and differences between government contributions and proportionate share of contributions	23,280	--
Government contributions subsequent to the measurement date	142,595	--
	\$ 165,875	\$ 275,431

The amount reported as deferred outflows of resources related to pensions resulting from government contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 20, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:

2016	\$	61,738
2017		61,738
2018		61,738
2019		66,936
Total	\$	252,150

**West Virginia Deputy Sheriff Retirement System**

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions		
Net difference between projected and actual earnings on pension plan investments	\$ --	\$ 66,332
Changes in proportion and differences between government contributions and proportionate share of contributions	8,180	--
Government contributions subsequent to the measurement date	38,870	--
	\$ 47,050	\$ 66,332



**MONROE COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2015**

The amount reported as deferred outflows of resources related to pensions resulting from government contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 20, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:

2016	\$	15,266
2017		15,266
2018		15,266
2019		15,266
2020		( 1,317)
Thereafter		( 1,594)
Total	\$	<u>58,153</u>

Actuarial assumptions. The total pension liability was determined by an actuarial valuation as of June 30, 2014 for all plans, using the following actuarial assumptions, applied to all periods included in the measurement.

**Public Employees Retirement System**

Actuarial assumptions

Inflation rate	2.20%
Salary increases	4.25% - 6.0%
Investment Rate of Return	7.50%

Mortality Rates	Healthy males - 1983 GAM
	Healthy females - 1971 GAM
	Disabled males - 1971 GAM
	Disabled females - Revenue ruling 96-7

The actuarial assumptions used in the July 1, 2013 valuation were based on the results of an actuarial experience study for the period July 1, 2004 to June 30, 2009.

**West Virginia Deputy Sheriff Retirement System**

Actuarial assumptions

Inflation rate	2.20%
Salary increases	5.0% for first 2 years of service 4.5% for next 3 years of service 4.0% for the next 5 years of service, and 3.5% thereafter
Investment Rate of Return	7.50%

Mortality rates were based on the RP-2000 Non-annuitant mortality table, scale BB; Retired and disabled RP2000 healthy annuitant mortality table, scale BB.

The actuarial assumptions used in the July 1, 2013 DSRS valuation were based on the results of an actuarial experience study for the period July 1, 2007 to June 30, 2011.

**MONROE COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2015**

The long-term expected rate of return on pension plan investments were determined using a building-block method in which best-estimate rates of expected future real rates of returns (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class included are summarized in the following chart:

<u>Investment</u>	Long-term Expected Real Rate of Return	PERS Target Asset Allocation	DSRS Target Asset Allocation
US Equity (Russell 3000)	7.6%	27.5%	27.5%
International Equity (ACWI ex US)	8.5%	27.5%	27.5%
Fixed Income	2.9%	15.0%	15.0%
High Yield	4.8%	0.0%	0.0%
TPS	2.9%	0.0%	0.0%
Real Estate	6.8%	10.0%	10.0%
Private Equity	9.9%	10.0%	10.0%
Hedge Funds	5.0%	10.0%	10.0%
Inflation (CPI)	2.2%	0.0%	0.0%
		<u>100.0%</u>	<u>100.0%</u>

Discount rate. The discount rate used to measure the total pension liability was 7.5 percent for all defined benefit plans. The projection of cash flows used to determine the discount rates assumed that employer contributions will continue to follow the current funding policies. Based on those assumptions, the fiduciary net position for each defined benefit pension plan was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments were applied to all periods of projected benefit payments to determine the total pension liabilities of each plan.

The following chart presents the sensitivity of the net pension liability to changes in the discount rate, calculated using the discount rates as used in the actuarial evaluation, and what the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage point higher than the current rate:

	1% Decrease 6.50%	Current Discount Rate 7.50%	1% Increase 8.50%
Government's proportionate share of PERS's net pension liability	\$ 735,701	\$ 260,366	\$ ( 144,666)
Government's proportionate share of WVDSRS's net pension liability	\$ 248,451	\$ 100,540	\$ ( 21,593)

Pension plans' fiduciary net position. Detailed information about the pension plans' fiduciary net position is available in the separately issued financial report available at the Consolidated Public Retirement Board's website at [www.wvretirement.com](http://www.wvretirement.com). That information can also be obtained by writing to the West Virginia Consolidated Public Retirement Board, 4101 MacCorkle Avenue SE, Charleston, WV 25304.

***REQUIRED SUPPLEMENTARY INFORMATION***

**MONROE COUNTY, WEST VIRGINIA**  
**SCHEDULE OF THE GOVERNMENT'S PROPORTIONATE SHARE**  
**OF THE NET PENSION LIABILITY**  
**For the Fiscal Year Ended June 30, 2015**

**Public Employees Retirement System**  
Last 10 Fiscal Years\*

	<u>2015</u>	<u>2014</u>
Government's proportion of the net pension liability (asset) (percentage)	0.070547%	0.067213%
Government's proportionate share of the net pension liability (asset)	\$ 260,366	\$ 612,734
Government's covered-employee payroll	\$ 944,705	\$ 899,600
Government's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	27.56%	68.11%
Plan fiduciary net position as a percentage of the total pension liability	93.98%	79.70%

\* - The amounts presented for each fiscal year were determined as of June 30, 2014  
This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

**MONROE COUNTY, WEST VIRGINIA**  
**SCHEDULE OF THE GOVERNMENT'S PROPORTIONATE SHARE**  
**OF THE NET PENSION LIABILITY**  
**For the Fiscal Year Ended June 30, 2015**

**West Virginia Deputy Sheriff Retirement System**  
Last 10 Fiscal Years\*

	<u>2015</u>	<u>2014</u>
Government's proportion of the net pension liability (asset) (percentage)	0.589641%	0.561302%
Government's proportionate share of the net pension liability (asset)	\$ 100,540	\$ 188,059
Government's covered-employee payroll	\$ 273,149	\$ 245,912
Government's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	36.81%	76.47%
Plan fiduciary net position as a percentage of the total pension liability	90.52%	80.20%

\* - The amounts presented for each fiscal year were determined as of June 30, 2014  
This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

**MONROE COUNTY, WEST VIRGINIA**  
**SCHEDULE OF GOVERNMENT CONTRIBUTIONS**  
**For the Fiscal Year Ended June 30, 2015**

**Public Employees Retirement System**  
 Last 10 Fiscal Years

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Contractually required contribution	\$ 142,594	\$ 136,982	\$ 125,944	\$ 125,711	\$ 104,191	\$ 85,736	\$ 85,293	\$ 79,010	\$ 69,420	\$ 62,742
Contributions in relation to the contractually required contribution	( 142,594)	( 136,982)	( 125,944)	( 125,711)	( 104,191)	( 85,736)	( 85,293)	( 79,010)	( 69,420)	( 62,742)
Contribution deficiency (excess)	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Government's covered-employee payroll	\$ 1,018,530	\$ 944,705	\$ 899,600	\$ 866,974	\$ 833,529	\$ 779,419	\$ 812,313	\$ 752,473	\$ 661,147	\$ 597,540
Contributions as a percentage of covered-employee payroll	14.00%	14.50%	14.00%	14.50%	12.50%	11.00%	10.50%	10.50%	10.50%	10.50%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

*SUPPLEMENTARY INFORMATION*

**MONROE COUNTY, WEST VIRGINIA**  
**SCHEDULE OF GOVERNMENT CONTRIBUTIONS**  
**For the Fiscal Year Ended June 30, 2015**

**West Virginia Deputy Sheriff Retirement System**  
 Last 10 Fiscal Years

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Contractually required contribution	\$ 38,870	\$ 35,509	\$ 31,969	\$ 34,596	\$ 25,712	\$ 17,082	\$ 13,157	\$ 12,500	\$ 16,014	\$ 18,347
Contributions in relation to the contractually required contribution	(38,870)	(35,509)	(31,969)	(34,596)	(25,712)	(17,082)	(13,157)	(12,500)	(16,014)	(18,347)
Contribution deficiency (excess)	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Government's covered-employee payroll	\$ 310,962	\$ 273,149	\$ 245,912	\$ 266,126	\$ 244,879	\$ 162,684	\$ 125,305	\$ 119,047	\$ 152,511	\$ 174,732
Contributions as a percentage of covered-employee payroll	12.50%	13.00%	13.00%	13.00%	10.50%	10.50%	10.50%	10.50%	10.50%	10.50%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.



**MONROE COUNTY, WEST VIRGINIA  
BUDGETARY COMPARISON SCHEDULE -  
ASSESSOR'S VALUATION FUND  
For the Fiscal Year Ended June 30, 2015**

	Budgeted Amounts		Actual Modified Accrual Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Other taxes	\$ 69,428	\$ 69,428	\$ 74,601	\$ 5,173
Map sales	75	75	--	( 75)
Interest	100	100	38	( 62)
	<u>69,603</u>	<u>69,603</u>	<u>74,639</u>	<u>5,036</u>
<b>EXPENDITURES:</b>				
Current:				
General government	87,053	87,053	96,405	( 9,352)
Capital outlay	35,000	35,000	--	35,000
	<u>122,053</u>	<u>122,053</u>	<u>96,405</u>	<u>25,648</u>
Excess (deficiency) of revenues over expenditures	<u>( 52,450)</u>	<u>( 52,450)</u>	<u>( 21,766)</u>	<u>30,684</u>
Net change in fund balance	( 52,450)	( 52,450)	( 21,766)	30,684
Fund balance at beginning of year	<u>52,450</u>	<u>52,450</u>	<u>54,611</u>	<u>2,161</u>
Fund balance at end of year	\$ <u><u>    --</u></u>	\$ <u><u>    --</u></u>	\$ <u><u>32,845</u></u>	\$ <u><u>32,845</u></u>

**MONROE COUNTY, WEST VIRGINIA**  
**GOVERNMENTAL FUND BALANCE SHEET/STATEMENT OF NET POSITION -**  
**MONROE COUNTY FARMLAND PROTECTION BOARD**  
**June 30, 2015**

	<u>Farmland</u> <u>Protection Board</u>	<u>Adjustments</u>	<u>Statement</u> <u>of Net Position</u>
<b>Assets</b>			
Cash and cash equivalents	\$ 179,877	\$ --	\$ 179,877
Capital assets:			
Land	<u>--</u>	<u>1,370,230</u>	<u>1,370,230</u>
Total assets	<u>179,877</u>	<u>1,370,230</u>	<u>1,550,107</u>
 <b>Fund Balances/Net Position</b>			
Fund balances:			
Restricted	179,877	( 179,877)	--
Total fund balances	<u>179,877</u>	<u>( 179,877)</u>	<u>--</u>
Total liabilities, deferred inflows and fund balance: \$	<u><u>179,877</u></u>		
 Net position:			
Net investment in capital assets		1,370,230	1,370,230
Restricted for:			
Unrestricted		<u>179,877</u>	<u>179,877</u>
Total net position		<u><u>\$ 1,550,107</u></u>	<u><u>\$ 1,550,107</u></u>

**MONROE COUNTY, WEST VIRGINIA**  
**GOVERNMENTAL FUND REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE/STATEMENT OF ACTIVITIES -**  
**MONROE COUNTY FARMLAND PROTECTION BOARD**  
**For the Fiscal Year Ended June 30, 2015**

	<u>Farmland Protection Board</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
Revenues:			
Other taxes	\$ 61,878	\$ --	\$ 61,878
Interest	157	--	157
Total revenues	<u>62,035</u>	<u>--</u>	<u>62,035</u>
Expenditures/expenses:			
Current:			
General government	<u>20,022</u>	<u>--</u>	<u>20,022</u>
Total expenditures	<u>20,022</u>	<u>--</u>	<u>20,022</u>
Excess (deficiency) of revenues over expenditures	42,013	( 42,013)	--
Change in net position	--	42,013	42,013
Fund balances/net position at beginning of year	<u>137,864</u>	<u>--</u>	<u>1,508,094</u>
Fund balances/net position at end of year	<u>\$ 179,877</u>	<u>\$ --</u>	<u>\$ 1,550,107</u>

**MONROE COUNTY, WEST VIRGINIA**  
**GOVERNMENTAL FUND BALANCE SHEET/STATEMENT OF NET POSITION -**  
**MONROE COUNTY BUILDING COMMISSION**  
**June 30, 2015**

	<u>Building Commission</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
<b>Assets</b>			
Capital assets:			
Buildings	\$       --	\$   1,330,236	\$   1,330,236
Less: accumulated depreciation	<u>          --</u>	<u>     (398,029)</u>	<u>     (398,029)</u>
Total assets	<u>          --</u>	<u>     932,207</u>	<u>     932,207</u>
<b>Liabilities</b>			
Notes	<u>          --</u>	<u>     185,309</u>	<u>     185,309</u>
Total liabilities	<u>          --</u>	<u>     185,309</u>	<u>     185,309</u>
 Net position:			
Net investment in capital assets		<u>     746,898</u>	<u>     746,898</u>
Total net position		<u>\$   746,898</u>	<u>\$   746,898</u>

**MONROE COUNTY, WEST VIRGINIA**  
**GOVERNMENTAL FUND REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE/STATEMENT OF ACTIVITIES -**  
**MONROE COUNTY BUILDING COMMISSION**  
**For the Fiscal Year Ended June 30, 2015**

	<u>Building Commission</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
Revenues:			
Charges for services	\$ 7,000	\$ --	\$ 7,000
Total revenues	<u>7,000</u>	<u>--</u>	<u>7,000</u>
Expenditures/expenses:			
Current:			
General government	189,000	( 159,069)	29,931
Debt Service:			
Principal	3,691	( 3,691)	--
Interest	3,309	--	3,309
Total expenditures	<u>196,000</u>	<u>( 162,760)</u>	<u>33,240</u>
Excess (deficiency) of revenues over expenditures	( 189,000)	162,760	( 26,240)
Other financing sources/uses:			
Capital leases	<u>189,000</u>	<u>( 189,000)</u>	<u>--</u>
Total other financing sources/uses:	<u>189,000</u>	<u>( 189,000)</u>	<u>--</u>
Change in net position	--	( 26,240)	( 26,240)
Fund balances/net position at beginning of year	<u>--</u>	<u>--</u>	<u>773,138</u>
Fund balances/net position at end of year	\$ <u><u>--</u></u>	\$ <u><u>--</u></u>	\$ <u><u>746,898</u></u>

*ACCOMPANYING INFORMATION*



## State of West Virginia

**Lisa A. Hopkins**

**State Auditor**

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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*

#### Independent Auditor's Report

Honorable Members of the  
Monroe County Commission  
Union, West Virginia 24983

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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Monroe County, West Virginia (the County), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated January 12, 2017. In that report, our opinion was qualified for not properly recording revenues and expenditures in the General Fund and Governmental Activities, and not recognizing the expenses and associated liabilities related to other postemployment benefits. Our report includes a reference to other auditors who audited the financial statements of the Monroe County Public Library and the Monroe County Health Center, as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

#### Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County'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 County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying Schedule of Findings we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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 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. We consider the deficiencies described in the accompanying Schedule of Findings and Responses as items 2015-002, 2015-003, and 2015-005 to be material weaknesses.

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. We consider the deficiencies described in the accompanying Schedule of Findings as items 2015-004 and 2015-006 to be significant deficiencies.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the County'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 an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying Schedule of Findings and Responses as item 2015-001.

### **Entity's Response to Findings**

The County's responses to the findings identified in our audit are described in the accompanying Schedule of Findings. The County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.



**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 result 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.

Respectfully submitted,



Lisa A. Hopkins  
West Virginia State Auditor  
Charleston, West Virginia

January 12, 2017

**MONROE COUNTY, WEST VIRGINIA  
SCHEDULE OF FINDINGS AND RESPONSES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

---

**Preparation and Publication of Financial Statement  
2015-001**

**CONDITION:**

We noted during our audit that the Monroe County Commission failed to cause to be published the annual financial statement for the fiscal year ended June 30, 2015.

**CRITERIA:**

West Virginia Code §7-5-16 states, in part, that:

"The County Commission of every county, within ninety days after the first session held after the beginning of each fiscal year shall prepare on a form to be prescribed by the state tax commissioner, and cause to be published a statement revealing (a) the receipts and expenditures of the county during the previous fiscal year arranged under descriptive headings. (b) The name of each firm, corporation, and person who received more than fifty dollars from any fund during the previous fiscal year, together with the amount received and the purpose for which paid, and (c) all debts of the county, the purpose for which each debt was contracted, its due date, and to what date the interest thereon has been paid. Such statement shall be published as a class I-0 legal advertisement in compliance with the provisions of article three, chapter fifty-nine of this code, and the publication area for such publication shall be the county."

**CAUSE:**

The County did not have proper procedures in effect that would insure that a financial statement was published.

**EFFECT:**

The Monroe County Commission has violated chapter §7-5-16 of the West Virginia Code.

**RECOMMENDATION:**

The Monroe County Commission is directed to review this statute and comply with the provisions set forth therein.

**VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS:**

With this past year we are now using the services of the State Auditor's Office to assist us in preparing our financial statement, therefore we will be able to publish such statement in accordance with WV Code.

**MONROE COUNTY, WEST VIRGINIA  
SCHEDULE OF FINDINGS AND RESPONSES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

---

**Preparation of Financial Statement and Trial Balances  
2015-002**

**CONDITION:**

We noted during our audit of the Monroe County Commission that employees or management did not possess the requisite amount of knowledge or experience necessary to prevent, detect and correct a material misstatement in the financial statements prepared in accordance with generally accepted accounting principles.

**CRITERIA:**

Indicators of material weaknesses in internal control include:

- Identification by the auditor of a material misstatement of the financial statements under audit in circumstances that indicate that the misstatement would not have been detected by the entity's internal control; and
- Ineffective oversight of the entity's financial reporting and internal control by those charged with governance.

**CAUSE:**

Inadequate policies and procedures related to controls necessary to minimize the risk of a material misstatement of financial statements prepared in accordance with generally accepted accounting principles.

**EFFECT:**

A significant potential exists for misstatements to occur in the financial statements without being detected by employees or management in a timely manner.

**RECOMMENDATION:**

Monroe County should develop policies and procedures to ensure financial statements are prepared in accordance with generally accepted accounting principles. This may be accomplished by employing qualified personnel that are knowledgeable with the complex requirements associated with governmental financial statements prepared in accordance with generally accepted accounting principles. Conversely, the entity may consider contracting with an outside firm knowledgeable in this specialized area to facilitate with this management function.

**VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS:**

The Monroe County Commission will develop policies and procedures to ensure financial statements are prepared in accordance with generally accepted accounting principles.

**MONROE COUNTY, WEST VIRGINIA  
SCHEDULE OF FINDINGS AND RESPONSES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

---

**Other Post-Employment Benefits Obligation  
2015-003**

**CONDITION:**

We noted during our audit that the Monroe County Commission failed to record the other postemployment benefits obligation payable in the county's financial statements in accordance with GASB Statement Number 45.

**CRITERIA:**

Governmental Accounting Standards Board (GASB) Statement Number 45 requires that state and local government employers report the costs and obligations associated with postemployment health care and other non-pension benefits known as other post-employment benefits. The requirements of this statement are effective in three phases based on a government's total annual revenue in the first fiscal year ending after June 15, 1999. Governments with annual revenues of \$100 million or more (Phase I Governments) are required to implement in the periods beginning after December 15, 2006. Governments with annual revenues between \$10 million and \$100 million (Phase II Governments) are required to implement in the periods beginning after December 15, 2007. Governments with annual revenues less than \$10 million (Phase III Governments) are required to implement in the periods beginning after December 15, 2008.

**CAUSE:**

Officials did not obtain the actuarial study to determine a correct calculation of the annual required contributions, which were necessary to reflect this liability in the financial statements and failed to account for the other post-employment benefits obligation.

**EFFECT:**

The liabilities are substantially understated which necessitates a qualification of opinion on the financial statements.

**RECOMMENDATION:**

The County should review the requirements set forth in GASB Statement Number 45 and calculate the liability related to other postemployment benefits accordingly.

**VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS:**

The Monroe County Commission was unaware that local governments still had to report the costs and obligations with postemployment health care and other non-pension benefits known as other postemployment benefits. We must have misunderstood our previous auditor because we thought he said these costs and obligations no longer had to report postemployment benefits. The County Commission will begin reporting these costs and obligations.

**MONROE COUNTY, WEST VIRGINIA  
SCHEDULE OF FINDINGS AND RESPONSES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

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**Segregation of Duties**

**2015-004**

**CONDITION:**

We noted during our audit that there is an insufficient segregation of duties in the Monroe County courthouse. Specifically, we noted that the same employees can collect fees and other revenue, prepare and make deposits, prepare checks, reconcile bank accounts, and prepare monthly reports for the respective office.

**CRITERIA:**

Proper internal control procedures require that various duties be segregated among staff. The duties of collecting, recording, depositing revenues, reconciling bank accounts and disbursing monies should be separated.

**CAUSE:**

The entity has not implemented proper control procedures to sufficiently segregate duties.

**EFFECT:**

The likelihood of errors and/or irregularities occurring without being detected by employees while performing their assigned functions is greatly increased.

**RECOMMENDATION:**

The duties of collecting revenues and writing receipts, preparing and making deposits, issuing checks, reconciling bank accounts, and preparing the monthly statements should be segregated among different employees to the extent possible.

**VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS:**

It is virtually impossible to segregate duties in each of the offices with the limited staff each office has.

**MONROE COUNTY, WEST VIRGINIA  
SCHEDULE OF FINDINGS AND RESPONSES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

---

**Reconciliation of Balances  
2015-005**

**CONDITION:**

We noted during our audit that the Monroe County Sheriff's Tax Office and the County Clerk's bookkeeping office failed to reconcile their cash balances on a monthly basis.

**CRITERIA:**

Proper internal control procedures require that the cash balance of each fund accounted for by the County Clerk's Office be reconciled monthly to the Sheriff's Tax Office balance. This reconciliation will make the likelihood of an improper use of monies less possible. In addition, errors are more likely to be discovered and corrected in a timely manner.

**CAUSE:**

Proper procedures have not been instituted between the Sheriff's Tax Office and the County Clerk's bookkeeping department to reconcile on a monthly basis.

**EFFECT:**

Not requiring the reconciliation between the two offices increases the likelihood of discrepancies occurring without being detected in a timely manner, and the risk of an improper use of funds is greatly increased.

**RECOMMENDATION:**

All funds accounted for by the County Clerk's Office should be reconciled to the Sheriff's Office on a monthly basis.

**VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS:**

The County Clerk's Office and Sheriff's Tax Office will reconcile their cash balances on a monthly basis.

**MONROE COUNTY, WEST VIRGINIA  
SCHEDULE OF FINDINGS AND RESPONSES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

---

**Monroe County Farmland Protection Board - Segregation of Duties  
2015-006**

**CONDITION:**

We noted during our audit that there is an insufficient segregation of duties in the Monroe County Farmland Protection Board. Specifically, we noted that the same employees can collect fees and other revenue, prepare and make deposits, prepare checks, reconcile bank accounts, and prepare monthly reports for the entity.

**CRITERIA:**

Proper internal control procedures require that various duties be segregated among staff. The duties of collecting, recording, depositing revenues, reconciling bank accounts and disbursing monies should be separated.

**CAUSE:**

The entity has not implemented proper control procedures to sufficiently segregate duties.

**EFFECT:**

The likelihood of errors and/or irregularities occurring without being detected by employees while performing their assigned functions is greatly increased.

**RECOMMENDATION:**

The duties of collecting revenues and writing receipts, preparing and making deposits, issuing checks, reconciling bank accounts, and preparing the monthly statements should be segregated among different employees to the extent possible.

**VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS:**

The Monroe County Farmland Protection Board understands and agrees with the finding, however due to our small size the cost of hiring enough people to satisfy this recommendation outweighs the benefit.

**MONROE COUNTY, WEST VIRGINIA**  
**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**For the Fiscal Year Ended June 30, 2015**

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Status of Prior Year Financial Statement Audit Findings

<u>Finding Number</u>	<u>Title</u>	<u>Status</u>
2014-001	Expenditures in Excess of Amounts Allocated in the Excess Levy-General Fund	Not Repeated
2014-002	Preparation and Publication of Financial Statement	Repeated
2014-003	Financial Statement Preparation	Repeated
2014-004	Other Post-Employment Benefits Obligation	Repeated
2014-005	Segregation of Duties	Repeated
2014-006	Commission Approval on Invoices	Corrected
2014-007	Reconciliation of Balances	Repeated
2014-008	Monroe County Building Commission - Segregation of Duties	Not Repeated
2014-009	Monroe County Farmland - Segregation of Duties	Repeated