

SOUTHEAST MISSOURI REGIONAL
PLANNING AND ECONOMIC
DEVELOPMENT COMMISSION

Perryville, Missouri

For The Year Ended September 30, 2021

ANNUAL FINANCIAL REPORT

DANIEL JONES & ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANTS

SOUTHEAST MISSOURI REGIONAL PLANNING AND ECONOMIC DEVELOPMENT COMMISSION

TABLE OF CONTENTS

<u>FINANCIAL SECTION</u>	PAGE
Independent Auditor's Report.....	1-3
Management's Discussion and Analysis (Unaudited).....	4-7
 <u>BASIC FINANCIAL STATEMENTS</u>	
<i>Government-Wide Financial Statements:</i>	
Statement of Net Position.....	8
Statement of Activities.....	9
 <i>Fund Financial Statements – Governmental Funds:</i>	
Balance Sheet – Governmental Funds.....	10
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds.....	11
 <i>Proprietary Fund Statements:</i>	
Statement of Net Position – Proprietary Fund.....	12
Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Fund.....	13
Statement of Cash Flows – Proprietary Fund.....	14
Notes to the Basic Financial Statements.....	15-33
 <u>REQUIRED SUPPLEMENTARY INFORMATION</u>	
Budgetary Comparison Schedule – General Fund.....	34
Notes to Budgetary Comparison Schedule.....	35
Schedule of Changes in Net Pension Liability and Related Ratios.....	36
Schedule of Contributions.....	37
 <u>SUPPLEMENTARY INFORMATION</u>	
Combining Balance Sheet – General Fund.....	38-40
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – General Fund.....	41-43

SOUTHEAST MISSOURI REGIONAL PLANNING AND ECONOMIC DEVELOPMENT COMMISSION

TABLE OF CONTENTS

<u>SUPPLEMENTARY INFORMATION (concluded)</u>	PAGE
Combining Statement of Net Position – Enterprise Funds and Component Unit.....	44
Combining Statement of Revenues, Expenses and Changes in Fund Net Position – Enterprise Funds and Component Unit.....	45
 <u>FEDERAL COMPLIANCE SECTION</u>	
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	46-47
Report on Compliance for Each Major Federal Program and Report On Internal Control Over Compliance Required by the Uniform Guidance.....	48-50
Schedule of Expenditures of Federal Awards.....	51
Notes to the Schedule of Expenditures of Federal Awards.....	52
Schedule of Findings and Questioned Costs.....	53-54
Summary Schedule of Prior Year Audit Findings.....	55



Daniel Jones & Associates

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CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To The Board of Directors
Southeast Missouri Regional Planning
and Economic Development Commission
Perryville, Missouri

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, and each major fund of Southeast Missouri Regional Planning and Economic Development Commission ("Commission"), as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the Commission's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities and each major fund of the Commission, as of September 30, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Commission and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Commission's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit 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 Commission's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Commission's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Budgetary Comparison Schedule – General Fund, Schedule of Changes in Net Pension Liability and Related Ratios, and Schedule of Contributions on pages 4 through 7, 34, 36, and 37, respectively, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an

essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Commission's basic financial statements. The accompanying Combining Balance Sheet – General Fund, Combining Statement of Revenues, Expenditures and Changes in Fund Balances – General Fund, Combining Statement of Net Position – Enterprise Funds and Component Unit and Combining Statement of Revenues, Expenses and Changes in Fund Net Position – Enterprise Funds and Component Unit on pages 38 through 45 and Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, on page 51, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is 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. The 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 GAAS. In our opinion, the combining financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 28, 2023, on our consideration of the Commission's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 the effectiveness of the Commission's 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 Commission's internal control over financial reporting and compliance.



DANIEL JONES & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
ARNOLD, MISSOURI

February 28, 2023

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021
(UNAUDITED)

Introduction

In June, 1999, the Governmental Accounting Standards Board (GASB) adopted Statement 34, "Basic Financial Statements and Management's Discussion and Analysis—for State and Local Governments." The standard requires that a "Management's Discussion and Analysis" be included in annual audited basic financial statements. The Southeast Missouri Regional Planning and Economic Development Commission (SEMO RPC) implemented GASB Statement No. 34 for the fiscal year ending September 30, 2004. This discussion and analysis is designed to assist the reader in identifying significant financial issues and activities of the SEMO RPC and analyze changes in financial position.

Financial Analysis

The Statement of Net Position, which can be found on Page 8, provides an overview of the SEMO RPC's financial position at a given point in time. The Statement of Activities, which can be found on Page 9, reports changes in the SEMO RPC's financial position resulting from the year's activities. Both statements are used to evaluate the financial health of the SEMO RPC.

Summary of Statement of Net Position

	SEPTEMBER 30, 2020	SEPTEMBER 30, 2021
Current Assets & Other Assets, Net	\$2,146,059	1,961,037
Capital Assets, Net	750,579	738,685
Other Assets		935,517
Total Assets	2,896,638	3,635,239
Total Deferred Outflows of Resources	220,253	80,898
Current Liabilities	179,740	526,157
Long-Term Liabilities	268,866	259,158
Net Pension Obligation-LAGERS	831,018	365,929
Total Liabilities	1,279,624	1,151,244
Total Deferred Inflows of Resources	37,016	402,035
Net Investment in Capital Assets	463,287	450,012
Unrestricted	165,576	589,754
Restricted for Other Purposes	1,171,388	1,123,092
Total Net Position	\$1,800,251	2,162,858

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021
(UNAUDITED)

Summary of Statement of Activities

	SEPTEMBER 30, 2020	SEPTEMBER 30, 2021
Governmental Activities:		
Economic Development	\$949,339	862,666
Business – Type Activities:		
Services	665,497	672,192
Total Program Revenues	1,614,836	1,534,858
Governmental Expenses	932,985	1,031,691
Business Expenses	390,891	174,583
Total Expenses	1,323,876	1,206,274
General Revenues:		
Interest Income	36,004	34,023
Total General Revenues	36,004	34,023
Change in Net Position	326,964	362,607
Beginning Net Position	1,473,287	1,800,251
Ending Net Position	\$1,800,251	2,162,858

The SEMO RPC revenues and liabilities decreased in the current year. Net position increased by \$362,607, which was attributable primarily to project income and accounts receivables. The Statement of Net Position is found on Page 8. Page 13 shows the Statement of Revenues, Expenses and Changes in Fund Net Position for Proprietary Funds which represents a total increase to the Commission for the year of \$410,903.

Capital Asset and Debt Administration

Capital Assets – SEMO RPC's investment in capital assets for its governmental and business-type activities as of September 30, 2021 totals \$738,685 (net of accumulated depreciation, Page 8). These assets include land, buildings, equipment and furniture.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021
(UNAUDITED)

SEMO RPC's Capital Assets
(Net of accumulated depreciation)

	BUSINESS-TYPE ACTIVITIES	
	SEPTEMBER 30, 2020	SEPTEMBER 30, 2021
Land	\$47,668	30,110
Buildings	692,960	668,650
Furniture and Equipment	9,951	39,925
Total	\$750,579	738,685

Capital assets decreased for the year due to the sale of land. Additional information on SEMO RPC's capital assets can be found in footnote 1.F of the Basic Financial Statements.

Long-Term Debt

As of September 30, 2021, SEMO RPC's share of long-term debt amounted to \$268,672 from the joint operation with the Industrial Development Authority of the County of St. Francois, MO.

As of August 24, 2021, SEMO Council of Governments, Inc. obtained a \$20,000 loan from Southeast Missouri Regional Planning and Economic Development Commission to be repaid over a two-year period.

See Footnote IX for additional debt detail.

Revenues, Expenditures and Changes in Fund Balances

Page 11 represents the Statement of Revenues, Expenditures and Changes in Fund Balances for governmental funds of the Commission. The operating revenues presented on Page 11, described as General Fund, includes a planning grant in the amount of \$70,000 from the Economic Development Administration (EDA); a \$93,807 grant from Homeland Security for equipment; \$60,043 from MoDOT for transportation; \$630,484 in pass through funding for Diesel Emission Reduction Act funding; \$50,000 from Economic Development Administration (EDA) CARES; \$214,332 from Economic Development Administration (EDA) CARES Revolving Loan; a \$14,000 grant from Delta Regional Authority; and \$32,010 from interest income earned on bank account deposits and from loans made to individuals and businesses participating in the Commission's Revolving Loan Programs. Page 11 reports expenses associated with the EDA planning grant. EDA provides up to 60% of the cost of operating the planning program. Forty percent of the operational costs are provided by the Planning Commission. Other expenses include the cost of operating the Revolving Loan Funds, Homeland Security equipment purchases, Delta Regional Authority planning program, and MoDOT planning program.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021
(UNAUDITED)

Budgetary Analysis

	ACTUAL	BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
Revenue	\$894,742	\$894,676	\$66
Expenses	\$791,785	\$912,234	(\$120,449)
Revenues Over (Under) Expenses	\$102,957	\$(17,558)	\$120,515

Request for Information

The financial report is designed to provide a general overview of the Southeast Missouri Regional Planning and Economic Development Commission's finances for all those with an interest in them. Questions concerning any of the information provided should be addressed to the Executive Director, Southeast Missouri Regional Planning and Economic Development Commission, P. O. Box 366, Perryville, Missouri, 63775.

BASIC FINANCIAL STATEMENTS

**SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
STATEMENT OF NET POSITION
SEPTEMBER 30, 2021**

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
Current Assets:			
Cash	\$ -	\$ 964,961	\$ 964,961
Accounts Receivable	8,144	346,461	354,605
Notes Receivable, Net	126,793	-	126,793
Other Receivable	-	37,373	37,373
Due From Other Funds	-	124	124
Restricted Cash	477,181	-	477,181
TOTAL CURRENT ASSETS	612,118	1,348,919	1,961,037
CAPITAL ASSETS			
Land	-	30,110	30,110
Building, Net	-	668,650	668,650
Furniture and Equipment, Net	-	39,925	39,925
TOTAL CAPITAL ASSETS, NET	-	738,685	738,685
OTHER ASSETS			
Notes Receivable	935,517	-	935,517
TOTAL ASSETS	1,547,635	2,087,604	3,635,239
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred Outflows Related to Pension	49,987	30,911	80,898
TOTAL DEFERRED OUTFLOWS OF RESOURCES	49,987	30,911	80,898
CURRENT LIABILITIES			
Accounts Payable	-	316,596	316,596
Accrued Salaries and Fringe	-	18,570	18,570
Accrued Payroll Taxes	-	1,421	1,421
Accrued Vacation	-	47,857	47,857
Deferred Revenue	-	101,399	101,399
Security Deposit Liability	-	10,799	10,799
Current Portion of Long-Term Debt	-	29,515	29,515
TOTAL CURRENT LIABILITIES	-	526,157	526,157
LONG-TERM LIABILITIES			
Net Pension Obligation - LAGERS	226,110	139,819	365,929
Long-Term Debt	-	259,158	259,158
TOTAL LONG-TERM LIABILITIES	226,110	398,977	625,087
TOTAL LIABILITIES	226,110	925,134	1,151,244
DEFERRED INFLOWS OF RESOURCES:			
Deferred Inflows Related to Pension	248,420	153,615	402,035
TOTAL DEFERRED INFLOWS OF RESOURCES	248,420	153,615	402,035
NET POSITION			
Net Investment in Capital Assets	-	450,012	450,012
Restricted For:			
Other Purposes	1,123,092	-	1,123,092
Unrestricted	-	589,754	589,754
TOTAL NET POSITION	\$ 1,123,092	\$ 1,039,766	\$ 2,162,858

See accompanying notes to the basic financial statements.

**SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

PRIMARY GOVERNMENT	EXPENSES	PROGRAM REVENUES			GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
		FEES AND CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS			
Governmental Activities:							
Economic Development	\$ 1,031,691	\$ -	\$ 862,666	\$ -	\$ (169,025)	\$ -	\$ (169,025)
Business-Type Activities:							
Services	174,583	672,192	-	-	-	497,609	497,609
TOTAL PRIMARY GOVERNMENT	<u>\$ 1,206,274</u>	<u>\$ 672,192</u>	<u>\$ 862,666</u>	<u>\$ -</u>	<u>(169,025)</u>	<u>497,609</u>	<u>328,584</u>
<u>GENERAL REVENUES</u>							
Interest Income					32,076	1,947	34,023
Transfers In (Out)					88,653	(88,653)	-
TOTAL GENERAL REVENUES AND TRANSFERS					120,729	(86,706)	34,023
CHANGE IN NET POSITION					(48,296)	410,903	362,607
NET POSITION, OCTOBER 1, 2020					1,171,388	628,863	1,800,251
NET POSITION, SEPTEMBER 30, 2021					<u>\$ 1,123,092</u>	<u>\$ 1,039,766</u>	<u>\$ 2,162,858</u>

See accompanying notes to the basic financial statements.

**SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
BALANCE SHEET - GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021**

	<u>GENERAL FUND</u>
ASSETS	
Accounts Receivable	\$ 8,144
Notes Receivable, Net	1,062,310
Restricted Cash	<u>477,181</u>
TOTAL ASSETS	<u><u>1,547,635</u></u>
LIABILITIES	
Bank Overdraft	<u>-</u>
FUND BALANCE	
Nonspendable:	-
Spendable:	
Restricted:	
Lending Activities	1,547,635
Unassigned	<u>-</u>
Total Fund Balance	<u>1,547,635</u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 1,547,635</u></u>
Fund Balance of Governmental Funds	\$ 1,547,635
Amounts Reported for <i>governmental activities</i> in the statement of net position are different because:	
Deferred Outflows Related to Pension	49,987
Net Pension Obligation - LAGERS	(226,110)
Deferred Inflows Related to Pension	<u>(248,420)</u>
Total Net Position of Governmental Activities	<u><u>\$ 1,123,092</u></u>

See accompanying notes to the basic financial statements.

**SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	GENERAL FUND
OPERATING REVENUES	
Federal Funds	\$ 598,334
Federal Funds - CARES Act	264,332
Interest Income	32,076
TOTAL OPERATING REVENUES	894,742
OPERATING EXPENDITURES	
Salaries	268,867
Travel	7,311
Audit	6,846
Contracted Services	6,623
Publications	2,704
Supplies	20,773
Postage	134
Rent and Utilities	13,963
Telephone	1,097
Repairs and Maintenance	1,934
Dues and Conferences	2,785
Insurance	2,629
Homeland Security Equipment Grant	93,807
SCF Marine	360,484
Miscellaneous	1,828
TOTAL OPERATING EXPENDITURES	791,785
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	102,957
OTHER FINANCING SOURCES (USES)	
Operating Transfers In (Out)	88,653
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	191,610
FUND BALANCE, OCTOBER 1, 2020	1,356,025
FUND BALANCE, SEPTEMBER 30, 2021	\$ 1,547,635
Net Change in Fund Balance - Total Governmental Funds	\$ 191,610
Amounts reported for <i>governmental activities</i> in the statement of activities are different because:	
Differences Due to GASB 68 (Current Year)	(239,906)
Change in net position of governmental activities	\$ (48,296)

See accompanying notes to the basic financial statements.

**SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
STATEMENT OF NET POSITION - PROPRIETARY FUND
SEPTEMBER 30, 2021**

	<u>ENTERPRISE FUND</u>
ASSETS	
CURRENT ASSETS	
Cash	\$ 964,961
Accounts Receivable	346,461
Other Receivable	37,373
Due From Other Funds	<u>124</u>
TOTAL CURRENT ASSETS	<u>1,348,919</u>
CAPITAL ASSETS	
Land	30,110
Building	1,048,048
Furniture and Equipment	387,253
Less Accumulated Depreciation	<u>(726,726)</u>
TOTAL CAPITAL ASSETS	<u>738,685</u>
TOTAL ASSETS	<u>2,087,604</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Outflows Related to Pension	<u>30,911</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>30,911</u>
CURRENT LIABILITIES	
Accounts Payable	316,596
Accrued Salaries and Fringe	18,570
Accrued Payroll Taxes	1,421
Accrued Vacation	47,857
Deferred Revenue	101,399
Security Deposit Liability	10,799
Current Portion of Long-Term Debt	<u>29,515</u>
TOTAL CURRENT LIABILITIES	<u>526,157</u>
LONG-TERM LIABILITIES	
Net Pension Obligation - LAGERS	139,819
Long-Term Debt	<u>259,158</u>
TOTAL LONG-TERM LIABILITIES	<u>398,977</u>
TOTAL LIABILITIES	<u>925,134</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Inflows Related to Pension	<u>153,615</u>
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>153,615</u>
NET POSITION	
Net Investment in Capital Assets	450,012
Unrestricted	<u>589,754</u>
TOTAL NET POSITION	<u><u>\$ 1,039,766</u></u>

See accompanying notes to the basic financial statements.

**SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN FUND NET POSITION - PROPRIETARY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	ENTERPRISE FUNDS
OPERATING REVENUES	
State and Local Funds	\$ -
Interest Income	1,947
Dues from Members	111,857
Printing, Maps and Other Services	470,226
Miscellaneous Income	21,642
Rental Income	68,467
TOTAL OPERATING REVENUES	674,139
OPERATING EXPENSES	
Salaries and Fringes	55,683
Travel and Per Diem	4,505
Audit	6,838
Contracted Services	1,639
Printing and Maps	1,135
Publications	404
Supplies	21,844
Postage	384
Telephone	1,105
Repairs and Maintenance	4,073
Membership and Conference Fees	6,989
Insurance and Bonding	8,665
Depreciation	31,858
Taxes	10,478
Interest	11,773
Miscellaneous	7,210
TOTAL OPERATING EXPENSES	174,583
NET OPERATING INCOME (LOSS)	499,556
NON-OPERATING REVENUES (EXPENSES)	
Federal Funds	-
Grants	-
Distribution to RPC	-
Loss on Disposal of Capital Assets	-
TOTAL NON-OPERATING REVENUES (EXPENSES)	-
NET INCOME (LOSS) BEFORE OPERATING TRANSFERS	499,556
OPERATING TRANSFERS	
Operating Transfers In (Out)	(88,653)
CHANGE IN NET POSITION	410,903
NET POSITION, OCTOBER 1, 2020	628,863
NET POSITION, SEPTEMBER 30, 2021	\$ 1,039,766

See accompanying notes to the basic financial statements.

**SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
STATEMENT OF CASH FLOWS - PROPRIETARY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	ENTERPRISE FUNDS
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts for Services	\$ 381,351
Other Receipts (Disbursements)	315,713
Payments to Employees	(253,848)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	443,216
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds From Investing Activities	-
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchase of Capital Assets	(37,522)
Disposal of Capital Assets	24,077
Proceeds/Payments From/On Debt	1,381
Earnings from Investments	1,947
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	(10,117)
NET INCREASE (DECREASE) IN CASH	433,099
CASH OCTOBER 1, 2020	531,862
CASH SEPTEMBER 30, 2021	\$ 964,961
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES	
Net Operating Income (Loss)	\$ 410,903
Adjustment to Reconcile Net Income to Net Cash Provided by Operating Activities:	
Depreciation	25,339
Investing Activities	(1,947)
(Increase) Decrease in Current Assets:	
Accounts and Notes Receivable	(88,875)
Other Receivable	(37,373)
Prepaid Expenses	-
Due From Other Funds	(38)
Deferred Outflows Related to Pension	99,742
Increase (Decrease) in Current Liabilities:	
Accounts Payable	231,973
Accrued Liabilities	2,456
Security Deposit Liability	-
Deferred Revenue	101,399
Deferred Inflows Related to Pension	129,162
Net Pension Liability	(429,525)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ 443,216

See accompanying notes to the basic financial statements.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Southeast Missouri Regional Planning and Economic Development Commission ("Commission") was created under Chapter 251 of the Revised Statutes of the State of Missouri in 1968, to provide coordinated planning services and technical assistance in the seven county area. As such, it is operated by a membership and has representation from county commissions and municipalities, as well as special representation from minorities and low-income persons.

The Commission serves the counties of Bollinger, Cape Girardeau, Iron, Madison, Perry, St. Francois, and Ste. Genevieve and approximately 35 cities therein.

The Commission's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established in GAAP and used by the Commission are discussed below.

A. Reporting Entity

The Commission, for financial statement purposes, includes all of the funds relevant to the operations of the Commission. The financial statements presented herein do not include agencies or political subdivisions which have been formed under applicable state laws of separate and distinct units of government apart from the Commission.

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in accounting principles generally accepted in the United States of America. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. Reporting Entity (concluded)

Southeast Missouri Council of Governments, Inc., a non-profit corporation, is a blended component unit of the Commission. It is governed by a four-member Board of Directors selected from its total membership. Although legally separate from the Commission, Southeast Missouri Council of Governments, Inc. is reported as if it were part of the primary government because of the oversight responsibility therein.

B. Fund Accounting

The Commission's basic financial statements include both government-wide (reporting the Commission as a whole) and fund financial statements (reporting the Commission's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type.

In the government-wide Statement of Net Position, the governmental column is presented on a consolidated basis, and is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Commission's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position. The Commission first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Commission's functions. The functions are also supported by general government revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating, and capital grants. Program revenues must be directly associated with the function. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs are normally covered by general revenue. The government-wide focus is more on the sustainability of the Commission as an entity and the change in the Commission's net position resulting from the current year's activities.

C. Basic Financial Statements – Fund Financial Statements

The financial transactions of the Commission are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, fund equity, revenues, and expenditures / expenses.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basic Financial Statements – Fund Financial Statements (concluded)

The various funds are reported by generic classification within the financial statements. The following fund types are used by the Commission:

Governmental Fund Types

General Fund

The General Fund is the general operating fund of the Commission. It is used to account for all financial resources except those required to be accounted for in another fund.

Proprietary Fund Types

Enterprise Funds

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises – where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. Proprietary funds apply Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions unless those pronouncements conflict or contradict GASB pronouncements, in which case GASB prevails.

D. Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, the Commission considers all highly liquid investments with a maturity of three months or less when purchased to be cash.

E. Basis of Accounting

The financial statements are presented using the accrual basis of accounting with the exception of governmental funds, which are presented on the modified accrual basis of accounting. The accrual basis recognizes revenues and associated assets when earned rather than when received and expenses and associated liabilities are recognized when the obligation is incurred rather than when paid. The modified accrual basis of accounting recognizes revenues when both “measurable and available.” Measurable means the amount can be determined. Available means collectable within the current period or soon enough thereafter to pay current liabilities (within 60 days).

F. Capital Assets

The Commission records its capital assets in the Proprietary Fund at cost and depreciates the assets using the straight-line method over the estimated useful life. The Commission capitalizes all property with an estimated useful life of three years or longer. A summary of the Proprietary Fund capital assets for the year ended September 30, 2021, follows:

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Capital Assets (concluded)

	October 1, 2020	Additions	Adjustments / Disposals	September 30, 2021
Non-Depreciable Assets:				
Land	\$ 47,668	\$ -	\$ (17,558)	\$ 30,110
Depreciable Assets:				
Building	1,048,048	-	-	1,048,048
Furniture and Equipment	356,250	37,522	(6,519)	387,253
Total Depreciable Assets	1,404,298	37,522	(6,519)	1,435,301
Accumulated Depreciation	(701,387)	(31,858)	6,519	(726,726)
Depreciable Assets, Net	\$ 702,911	\$ 5,664	\$ -	\$ 708,575

Depreciation was charged to functions as follows:

Governmental Activities:	
Economic Development	\$ -
Business-Type Activities:	
Services	\$ 31,858

G. Compensated Absences

Full-time employees are granted PTO benefits in varying amounts up to a specified maximum depending on tenure with the Commission. Unused PTO is payable to the employee upon termination. Total vested and leave at September 30, 2021, amounted to \$47,857.

H. Fair Value of Financial Instruments

The Commission's financial instruments are cash, accounts receivable, notes receivable, and accounts payable. The recorded values of cash, accounts receivable, notes receivable, and accounts payable approximate their fair values based on their short-term nature.

I. Accounts Receivable

The Commission has elected to record bad debts using the direct write-off method. Generally accepted accounting principles require that the allowance method be used to recognize bad debts; however, the effect of using the direct write-off method is not materially different from the results that would have been obtained under the allowance method.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

J. Notes Receivable

Notes receivable are a result of loans made by the Commission to individuals and businesses under the Economic Development Administration Revolving Loan Fund Program, the U.S. Department of Housing and Urban Development Community Development Block Grant Program, and the Delta Regional Authority Revolving Loan Program. Most loans are secured with liens on buildings and equipment, receivables, personal guarantees and life insurance policies. The loans bear interest rates of 2.00 to 9.00 percent per annum with varying due dates. Income on loans is recognized on the interest method. Interest income is suspended at the time at which collection of an account becomes doubtful. Interest income on an impaired loan is recognized when cash is collected.

The Commission provides an allowance for uncollectible notes equal to the estimated uncollectible amounts. The Commission's estimate is based on historical collection experience and a review of the current status of revolving loan notes receivable. It is reasonably possible that the Commission's estimate of the allowance for uncollectible notes will change. Notes receivable are presented net of an allowance for uncollectible amounts of \$0 at September 30, 2021.

K. Equity Classification

Government-Wide Statements – Equity is classified as net position and presented in three components:

1. Net Investment in Capital Assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.
2. Restricted Net Position – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments, or (2) law through constitutional provisions or enabling legislation.
3. Unrestricted Net Position – All other net assets that do not meet the definition of “restricted” or “net investment in capital assets.”

It is the Commission's policy to first use restricted net position prior to using unrestricted net position when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

Fund Financial Statements – Governmental fund equity is classified as fund balance. Proprietary fund equity is classified the same as in the government-wide statements.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

K. Equity Classification (continued)

Fund Financial Statements (continued)

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy based primarily on the extent to which the Commission is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

Non-spendable Fund Balance consists of funds that cannot be spent due to their form (e.g., inventories and pre-pays) or funds that legally or contractually must remain intact. The Commission did not have any non-spendable resources as of September 30, 2021.

Spendable Fund Balance includes resources that are in spendable form and are considered to be available for spending. Spendable Fund Balance can be categorized into the following classifications:

Restricted Fund Balance consists of funds that are mandated for a specific purpose by external parties, constitutional provisions or enabling legislation.

Committed Fund Balance consists of funds that are set aside for a specific purpose by the Commission's Board of Directors. Formal action by vote must be taken prior to the end of the fiscal year. The same formal action must be taken to remove or change the limitations placed on the funds.

Assigned Fund Balance consists of funds that are set aside with the intent to be used for a specific purpose by the Commission's Board of Directors or a body or official who has been given the authority to assign funds, such as the Director. Assigned funds cannot cause a deficit in unassigned fund balance.

Unassigned Fund Balance consists of excess funds that have not been classified in the previous four categories. All funds in this category are considered spendable resources. This category also provides the resources necessary to meet unexpected expenditures and revenue shortfalls.

The Commission would typically use restricted fund balances first, followed by committed resources, and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first to defer using these other classified funds.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

K. Equity Classification (concluded)

Fund Financial Statements (concluded)

As of September 30, 2021, fund balance components other than unassigned fund balances, consist of the following:

	<u>Non-spendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>
General Fund	\$ -	\$ 1,547,635	\$ -	\$ -
Total	<u>\$ -</u>	<u>\$ 1,547,635</u>	<u>\$ -</u>	<u>\$ -</u>

L. Revenues, Expenditures and Expenses

Program Revenues

In the Statement of Activities, revenues that are derived directly from an activity are reported as program revenues. The Commission has the following program revenues:

1. Economic Development
2. Federal Grants

All other governmental revenues are reported as general.

Operating Revenue and Expenses

Operating revenue and expenses for proprietary funds result from providing services and producing and delivering goods and/or services. They also include all revenues and expenses not related to capital and related financing, noncapital financing, or investing activities.

M. Internal and Inter-fund Balances and Activities

In the process of aggregating the financial information for the government-wide Statement of Net Position and Statement of Activities, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (concluded)

M. Internal and Inter-fund Balances and Activities (concluded)

Fund Financial Statements

Interfund activity, if any, within and among the governmental and proprietary fund categories is reported as follows in the fund financial statements:

1. Interfund Loans – Amounts provided with a requirement for repayment are reported as interfund receivables and payables.
2. Interfund Services – Sales or purchases of goods and services between funds are reported as revenues and expenditures / expenses.
3. Interfund Reimbursements – Repayments from funds responsible for certain expenditures / expenses to the funds that initially paid for them are not reported as reimbursements, but as adjustments to expenditures / expenses in the respective funds.
4. Interfund Transfers – Flow of assets from one fund to another where repayment that is not expected is reported as transfers in and out.

Government-Wide Financial Statements

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

1. Internal Balances – Amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the governmental and business-type activities columns of the Statement of Net Position, except for the net residual amounts due between governmental and business-type activities, which are reported as Internal Balances.
2. Internal Activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers – Internal Activities. The effects of interfund services between funds, if any, are not eliminated in the Statement of Activities.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

II. CASH AND INVESTMENTS

The Commission is governed by the deposit and investment limitations of state law.

Deposits - Missouri statutes require that all deposits with financial institutions be collateralized in an amount at least equal to uninsured deposits. At September 30, 2021, the carrying amounts of the Commission's deposits and investments were \$1,442,142. The bank balance was \$1,443,286. Of the bank balance, \$708,572 was covered by federal depository insurance and \$734,714 was covered by collateral held at the Commission's safekeeping bank agent, in the Commission's name and covered by permitted investments under the agreement.

Custodial credit risk is the risk that in the event of a bank failure, a government's deposits may not be returned to it. The Commission's deposit policy for custodial credit risk requires compliance with the provisions of state law. State law requires collateralization of all deposits with federal depository insurance; bonds and other obligations of the U.S. Treasury, U.S. agencies or instrumentalities of the State of Missouri. The balances of the Commission's deposits are sufficiently collateralized.

Custodial Credit Risk – Deposits

For a deposit, custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Commission's investment policy does not include custodial credit risk requirements. The Commission's deposits were not exposed to custodial credit risk at year end.

Custodial Credit Risk – Investments

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by the party who sold the security to the Commission or its agent but not in the government's name. The Commission does not have a policy for custodial credit risk relating to investments. All investments, evidenced by individual securities, are registered in the name of the Commission or of a type not exposed to custodial credit risk.

Investment Interest Rate Risk

The Commission has no policy in place to minimize the risk that the market value of securities in the portfolio will fall due to changes in general interest rates by structuring the investments portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and by investing operating funds primarily in shorter-term securities. There were no investments as of September 30, 2021.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

II. CASH AND INVESTMENTS (concluded)

Investment Interest Rate Risk (concluded)

Investment interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment.

Concentration of Investment Credit Risk

Concentration of investment credit risk is required to be disclosed by the Commission for any single investment that represents 5% or more of total investments (excluding investments issued by or explicitly guaranteed by the U.S. Government, investments in mutual funds, investments in external investment pools and investments in other pooled investments).

The Commission does not have policies in place to minimize the risk of loss resulting from over concentration of assets in specific maturity, specific issuer or specific class of securities.

III. NOTES RECEIVABLE

General Fund:

Governmental receivables consist of revolving loan receivables under the Economic Development Administration Revolving Loan Fund Program, the U.S. Department of Housing and Urban Development Community Development Block Grant program, and the Delta Regional Authority Revolving Loan Program. These notes receivable are to be collected over the next five to fifteen years.

Enterprise Funds:

Administration contract receivables consist of receivables for payment of services under various administration contracts. All amounts are expected to be collected within the next year. Due to the history and certainty of the Commission's receivables, no reserve for bad debt has been established related to these receivables.

IV. COMPONENTS OF RESTRICTED ASSETS

All assets and liabilities recorded in the General Fund represent activity related to the state and federal programs. The use of these assets is restricted by the grant agreements therein.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

V. RELATED PARTY LEASE COMMITMENT

The Commission entered into a lease with Southeast Missouri Council of Governments, Inc. (a related party through common control) on June 23, 1981. Southeast Missouri Council of Governments, Inc. is a not-for-profit corporation that was established for the purpose of providing a building for the Commission.

The lease is renewed annually. The annual rent is \$18,000.

Under this lease agreement, the Corporation provides for major maintenance and renovation of the building. The Commission is responsible for all other costs of occupancy.

VI. COST ALLOCATION PLAN

The Commission adopted a cost allocation plan at the beginning of Fiscal Year 1990. Costs are allocated monthly to each program based on a variable rate per hour that is computed by dividing all direct hours worked during the month into all direct charges for that month.

VII. LOCAL GOVERNMENT EMPLOYEES RETIREMENT SYSTEM (LAGERS)

Plan Description

The Southeast Missouri Regional Planning and Economic Development Commission's defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The Southeast Missouri Regional Planning and Economic Development Commission participates in the Missouri Local Government Employees Retirement System (LAGERS). LAGERS is an agent multiple-employer, statewide public employee retirement plan established in 1967 and is administered in accordance with RSMo. 70.600-70.755. As such, it is LAGERS responsibility to administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401(a) and is tax exempt. The responsibility for the operations and administration of LAGERS is vested in the LAGERS Board of Trustees consisting of seven persons. LAGERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by accessing the LAGERS website at www.molagers.org.

Benefits Provided

LAGERS provides retirement, death and disability benefits to employees of participating political subdivisions. All benefits vest after 5 years of credited service. Employees who retire on or after age 60 (55 for police and fire) with 5 or more years of service are entitled to an allowance for life based upon the benefit program then in effect for their political subdivision. Employees may retire with an early retirement benefit with a minimum of 5 years of credited service and after attaining age 55 (50 for police and fire) and receive a reduced allowance. The LAGERS Board of Trustees establishes the benefit plans and provisions that are available for adoption. The political subdivision's governing body adopts all benefits of the plan.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

VII. LOCAL GOVERNMENT EMPLOYEES RETIREMENT SYSTEM (LAGERS) (continued)

Benefit terms provide for annual post retirement adjustments to each member's retirement allowance subsequent to the member's retirement date. The annual adjustment is based on the increase in the Consumer Price Index and is limited to 4% per year.

Employees Covered By Benefit Terms

At June 30, 2021, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	7
Inactive employees entitled to but not yet receiving benefits	1
Active employees	7
	<u>15</u>

Contributions

The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance an unfunded accrued liability. Employer contribution rate is 23.80% (General) of annual covered payroll.

Net Pension Liability

The employer's net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of February 28, 2021.

Actuarial Assumptions

The total pension liability in the February 28, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75% wage inflation; 2.25% price inflation
Salary Increase	2.75% to 6.75% including wage inflation
Investment rate of return	7.00%, net of investment expenses

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

VII. LOCAL GOVERNMENT EMPLOYEES RETIREMENT SYSTEM (LAGERS) (continued)

The healthy retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubG-2010 Retiree Mortality Table for males and females. The disabled retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubNS-2010 Disabled Retiree Mortality Table for males and females. The pre-retirement mortality tables used were 75% of the PubG-2010 Employee Mortality Table for males and females of General groups and 75% of the PubS-2010 Employee Mortality Table for males and females of Police, Fire and Public Safety groups.

Mortality rates for a particular calendar year are determined by applying the MP-2020 mortality improvement scale to the above described tables.

The long-term expected rate of return on pension plan investments was determined using a model method in which the best-estimate ranges of expected future real rates of return (expected returns, net of investment expenses 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.

Discount Rate

The discount rate used to measure the total pension liability is 7.00%. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payment to determine the total pension liability.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

VII. LOCAL GOVERNMENT EMPLOYEES RETIREMENT SYSTEM (LAGERS) (continued)

Changes in the Net Pension Liability

Schedule of Changes in Net Pension Liability and Related Ratios

	General Division
A. Total Pension Liability	
1 Service Cost	\$ 26,516
2 Interest on Total Pension Liability	181,499
3 Changes of Benefit Terms	-
4 Difference between expected and actual experience of the Total Pension Liability	(91,097)
5 Changes of Assumptions	(55,788)
6 Benefit payments, including refunds of employee contributions	(172,642)
7 Net change in total pension liability	(111,512)
8 Total pension liability - beginning	2,575,218
9 Total pension liability - ending	<u>\$ 2,463,706</u>
B. Plan Fiduciary Net Position	
1 Contributions - employer	\$ 82,211
2 Contributions - employee	-
3 Net investment income	501,542
4 Benefit payments, including refunds of employee contributions	(172,642)
5 Pension plan administrative expense	(1,438)
6 Other (net transfer)	(82,619)
7 Net change in plan fiduciary net position	327,054
8 Plan fiduciary net position - beginning	1,770,723
9 Plan fiduciary net position - ending	<u>\$ 2,097,777</u>
C. Net Pension Liability / (Asset)	<u>\$ 365,929</u>
D. Plan Fiduciary Net Pension as a percentage of the Total Pension Liability	85.15%
E. Covered-employee payroll	\$ 377,112
F. Net pension liability as a percentage of covered employee payroll	97.03%

Sensitivity of the Net Position Liability to Changes in the Discount Rate

The following presents the Net Pension Liability of the employer, calculated using the discount rate of 7.00%, as well as what the employer's Net Pension Liability would be using a discount rate that is 1% lower (6.00%) or 1% higher (8.00%) than the current rate.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

VII. LOCAL GOVERNMENT EMPLOYEES RETIREMENT SYSTEM (LAGERS) (continued)

Sensitivity of Net Pension Liability to the Single Discount Rate

	1% Decrease 6.00%	Current Single Discount Rate Assumption 7.00%	1% Increase 8.00%
General Division:			
Total Pension Liability (TPL)	\$ 2,761,961	\$ 2,463,706	\$ 2,215,317
Plan Fiduciary Net Position	2,097,777	2,097,777	2,097,777
Net Pension Liability / (Asset) (NPL)	<u>\$ 664,184</u>	<u>\$ 365,929</u>	<u>\$ 117,540</u>

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended September 30, 2021, the employer recognized pension expense of \$96,969. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	General	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 79,418	\$ (96,757)
Changes in assumptions	1,480	(45,995)
Net difference between projected and actual earnings on pension plan investments	-	(259,283)
Employer contributions subsequent to the measurement date	-	-
Other adjustments	-	-
Total	<u>\$ 80,898</u>	<u>\$ (402,035)</u>

*The amount reported as deferred outflows of resources resulting from contributions subsequent to the measurement date will be recognized as a reduction in the Net Pension Liability for the year ending June 30, 2021.

Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

VII. LOCAL GOVERNMENT EMPLOYEES RETIREMENT SYSTEM (LAGERS) (concluded)

Year Ending June 30,	Net Deferred Outflows of Resources - General
2022	\$ (90,164)
2023	(63,099)
2024	(59,638)
2025	(90,271)
2026	(17,965)
Thereafter	-
Total	<u>\$ (321,137)</u>

VIII. RISK OF LOSS

The Commission is at a risk of loss due to fire, theft, earthquake, injury to employees or others, or malfeasance. To overcome these risks, the Commission purchases commercial insurance. There has been no reduction in coverage from the previous year.

IX. DEBT

Southeast Missouri Regional Planning and Economic Development Commission ("Commission") and St. Francois County Industrial Development Authority ("Authority") entered into a partnership agreement to acquire and lease real estate to promote industrial development within the industrial park at Bonne Terre, Missouri.

The Secondary Facilities fund acquired debt in October 2007 to acquire and lease real estate to promote industrial development within the industrial park at Bonne Terre, MO. During the 2017 fiscal year, the Secondary Facilities acquired a \$725,000 loan to payoff existing loan agreement with First State Community Bank and to lend money to the Industrial Development Authority of St. Francois, Missouri. The monthly payment is \$5,981.49 and the maturity date is November 7, 2032. The Commission has provided additional security for the loan.

The loan liability and all other assets, liabilities, revenues, and expenses of the partnership are split equally between the Commission and the Authority.

The Southeast Missouri Council of Governments obtained a \$20,000 loan from Southeast Missouri Regional Planning and Economic Development Commission on August 24, 2021. The loan requires 24 monthly payments of \$833.33, matures on August 24, 2023 and has a 0% rate.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

IX. DEBT (concluded)

The following is a schedule of debt payments for the year ended September 30, 2021:

	Balance 9/30/2019	Additions	Deletions	Balance 9/30/2020	Interest
Construction Loan	\$ 287,292	\$ -	\$ 18,619	\$ 268,673	\$ 11,773
COG Loan from RPC	-	20,000	-	20,000	-
Total	<u>\$ 287,292</u>	<u>\$ 20,000</u>	<u>\$ 18,619</u>	<u>\$ 288,673</u>	<u>\$ 11,773</u>

The following is a schedule of the debt and future debt payments of the Commission:

The Future Years Ending September 30,	Principal	Interest	Total Payments
2022	\$ 29,515	\$ 10,877	\$ 40,392
2023	30,351	10,044	40,395
2024	21,192	9,201	30,393
2025	22,122	8,271	30,393
2026	23,066	7,326	30,392
2027-2031	130,951	21,012	151,963
2032-2033	31,476	761	32,237
Total	<u>\$ 288,673</u>	<u>\$ 67,492</u>	<u>\$ 356,165</u>

X. LEASES

In December 2017, the Commission entered into an operating lease for a copier. The payment terms are \$265 for 60 months. The Commission paid \$3,180 for the year ended September 30, 2021. Future payments are as follows: \$3,180 for FY22 and \$795 for FY23.

XI CONTINGENCIES

The Commission receives federal grants and state funding for specific purposes that are subject to review and audit. These reviews and audits could lead to requests for reimbursements or to withholding of future funding for expenditures disallowed under or other noncompliance with the terms of the grants and funding. The Commission is not aware of any noncompliance with federal or state provisions that might require the Commission to provide reimbursement.

During the course of ordinary operations, the Commission is subject to various lawsuits. Current pending litigation matters result from default on loans the Commission is trying to collect.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

XII. INTERFUND TRANSFERS

The following is a summary of the amounts transferred from and to other funds:

	Transfers In	Transfers Out
General Fund	\$ 88,653	\$ -
Enterprise Funds	-	88,653
	\$ 88,653	\$ 88,653

Transfers and payments within the reporting entity are substantially for the purpose of matching federal funds.

XIII. SUBSEQUENT EVENTS

Subsequent events have been evaluated through February 28, 2023, the date the audit report was available to be issued.

XIV. NEW UPCOMING PROUNCEMENTS

GASB Statement No. 87 – *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. This Statement is effective for periods beginning after June 15, 2021.

GASB Statement No. 91 – *Conduit Debt Obligations*. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement is effective for periods beginning after December 15, 2021.

GASB Statement No. 92 – *Omnibus 2020*. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. This Statement is effective for periods beginning after June 15, 2021.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

XIV. NEW UPCOMING PROUNCEMENTS (concluded)

GASB Statement No. 93, *Replacement of Interbank Offered Rates*. The objective of this Statement is to address those and other accounting and financial reporting implications that result from the replacement of an IBOR (Interbank Offered Rate). The removal of the London Interbank Offered Rate as an appropriate benchmark interest rate is effective for reporting periods ending after December 31, 2021. All other requirements of this Statement are effective for reporting periods beginning after June 15, 2021.

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). This Statement is effective for fiscal years beginning after June 15, 2022.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement is effective for reporting periods beginning after June 15, 2022.

GASB Statement No. 99, *Omnibus 2022*. The requirements related to extension of the use of LIBOR, accounting for SNAP distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging governments, clarification of certain provisions of Statement 34, as amended, and terminology updates related to Statement 53 and Statement 63 are effective upon issuance. The requirements related to leases, PPPs, and SBITAs are effective for fiscal years beginning after June 15, 2022 and all reporting periods thereafter. The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter.

GASB Statement No. 100, *Accounting Changes and Error Corrections* – an amendment of GASB Statement No. 62. The effective date is for fiscal years beginning after June 15, 2023.

GASB Statement No. 101, *Compensated Absences*. This Statement updates the recognition and measurement guidance for compensated absences. The effective date is for fiscal years beginning after December 15, 2023.

REQUIRED SUPPLEMENTARY INFORMATION

**SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET - OVER (UNDER)
	ORIGINAL	FINAL	ACTUAL	
OPERATING REVENUES				
Federal Funds	\$ 555,062	\$ 598,334	\$ 598,334	\$ -
Federal Funds - CARES Act	248,500	264,332	264,332	-
Interest Income	-	32,010	32,076	66
TOTAL OPERATING REVENUES	803,562	894,676	894,742	66
OPERATING EXPENDITURES				
Salaries	317,655	309,059	268,867	(40,192)
Travel	21,605	10,011	7,311	(2,700)
Audit	10,315	11,594	6,846	(4,748)
Contracted Services	50,412	7,000	6,623	(377)
Printing and Maps	10,718	6,535	-	(6,535)
Publications	1,864	2,633	2,704	71
Supplies	16,098	36,107	20,773	(15,334)
Postage	847	439	134	(305)
Rent and Utilities	22,452	20,883	13,963	(6,920)
Telephone	2,118	1,866	1,097	(769)
Repairs and Maintenance	1,271	870	1,934	1,064
Dues and Conferences	11,014	8,281	2,785	(5,496)
Insurance	5,084	4,573	2,629	(1,944)
Homeland Security Equipment Grant	224,082	93,807	93,807	-
Equipment	47,500	35,772	-	(35,772)
DERA	156,103	360,484	360,484	-
Miscellaneous	847	2,320	1,828	(492)
TOTAL OPERATING EXPENDITURES	899,985	912,234	791,785	(120,449)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (96,423)	\$ (17,558)	102,957	\$ 120,515
OTHER FINANCING SOURCES (USES)				
Operating Transfers In (Out)			88,653	
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES			191,610	
FUND BALANCE, OCTOBER 1, 2020			1,356,025	
FUND BALANCE, SEPTEMBER 30, 2021			\$ 1,547,635	

See accompanying notes to the budgetary comparison schedule.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

I. BUDGETARY INFORMATION

In accordance with state statute, the Commission prepares and approves an annual budget reflecting the costs of its operations and services to the local governmental units within the region. It is the practice of the Commission to prepare its budget on an accrual basis of accounting in accordance with generally accepted accounting principles. The budget was originally adopted on September 22, 2020 and amended on December 7, 2021.

Southeast Missouri Regional Planning and Economic Development Commission
Schedule of Changes in Net Pension Liability and Related Ratios
As of September 30, 2021

Fiscal year ending June 30,

	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability							
Service Cost	\$ 26,516	\$ 32,072	\$ 32,028	\$ 34,890	\$ 38,550	\$ 34,692	\$ 33,706
Interest on the Total Pension Liability	181,499	177,094	171,688	171,584	169,911	148,681	140,343
Changes of Benefit Terms	-	-	-	-	-	-	-
Difference between expected and actual experience	(91,097)	70,169	63,268	(35,621)	(44,766)	76,724	28,500
Assumption Changes	(55,788)	-	-	-	-	105,310	-
Benefit Payments	(172,642)	(257,568)	(129,545)	(205,165)	(74,772)	(74,163)	(101,422)
Refunds	-	-	-	-	-	-	-
Net Change in Total Pension Liability	(111,512)	21,767	137,439	(34,312)	88,923	291,244	101,127
Total Pension Liability beginning	2,575,218	2,553,451	2,416,012	2,450,324	2,361,401	2,070,157	1,969,030
Total Pension Liability ending	\$ 2,463,706	\$ 2,575,218	\$ 2,553,451	\$ 2,416,012	\$ 2,450,324	\$ 2,361,401	\$ 2,070,157
Plan Fiduciary Net Position							
Contributions-employer	\$ 82,211	\$ 79,774	\$ 98,805	\$ 103,534	\$ 107,729	\$ 103,532	\$ 104,001
Contributions-employee	-	-	-	-	-	-	-
Net investment income	501,542	26,948	110,212	235,103	162,449	(1,422)	34,773
Benefit Payments	(172,642)	(257,568)	(129,545)	(205,165)	(74,772)	(74,163)	(101,422)
Refunds	-	-	-	-	-	-	-
Pension Plan Administrative expense	(1,438)	(1,882)	(1,690)	(1,280)	(1,180)	(1,178)	(1,305)
Other	(82,619)	68,692	29,668	18,343	9,661	22,171	(30,265)
Net Change in Plan Fiduciary Net Position	327,054	(84,036)	107,450	150,535	203,887	48,940	5,782
Plan Fiduciary Net Position beginning	1,770,723	1,854,759	1,747,309	1,596,774	1,392,887	1,343,947	1,338,165
Plan Fiduciary Net Position ending	\$ 2,097,777	\$ 1,770,723	\$ 1,854,759	\$ 1,747,309	\$ 1,596,774	\$ 1,392,887	\$ 1,343,947
Net Pension Liability/(Asset)	\$ 365,929	\$ 804,495	\$ 698,692	\$ 668,703	\$ 853,550	\$ 968,514	\$ 726,210
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	85.15%	68.76%	72.64%	72.32%	65.17%	58.99%	64.92%
Covered-Employee Payroll	\$ 377,112	\$ 328,103	\$ 462,338	\$ 441,038	\$ 533,189	\$ 521,007	\$ 424,404
Net Pension Liability as a percentage of covered employee payroll	97.03%	245.20%	151.12%	151.62%	160.08%	185.89%	171.11%

Notes to schedule:

This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

SOUTHEAST MISSOURI REGIONAL PLANNING AND ECONOMIC DEVELOPMENT COMMISSION
SCHEDULE OF CONTRIBUTIONS
AS OF SEPTEMBER 30, 2021

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Actuarially determined contribution	\$91,859	\$84,566	\$95,102	\$105,706	\$134,508	\$101,941	\$107,814	\$99,130	\$103,502	\$109,167
Contributions in relation to the actuarially determined contribution	87,801	75,317	95,102	100,515	109,659	101,941	106,295	99,130	103,502	109,167
Contribution deficiency (excess)	\$4,058	\$9,249	\$0	\$5,191	\$24,849	\$0	\$1,519	\$0	\$0	\$0
Covered payroll	\$368,911	\$330,337	\$436,247	\$471,901	\$540,191	\$528,190	\$506,167	\$495,652	\$474,781	\$505,403
Contributions as a percentage of covered-employee payroll	23.80%	22.80%	21.80%	21.30%	20.30%	19.30%	21.00%	20.00%	21.80%	21.60%

SUPPLEMENTARY INFORMATION

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
COMBINING BALANCE SHEET - GENERAL FUND
SEPTEMBER 30, 2021

	CARES RLF	CARES EDA	EDA 2020	EDA 2021	CDBG RLF	EDA REVOLVING LOAN FUND #1
ASSETS						
Accounts Receivable	\$ 8,144	\$ -	\$ -	\$ -	\$ -	\$ -
Notes Receivable, Net	200,000	-	-	-	13,012	207,410
Restricted Cash	1	24,257	-	28,363	110,309	59,130
TOTAL ASSETS	<u>208,145</u>	<u>24,257</u>	<u>-</u>	<u>28,363</u>	<u>123,321</u>	<u>266,540</u>
LIABILITIES AND FUND BALANCE						
Liabilities						
Accounts Payable	-	-	-	-	-	-
Fund Balance						
Restricted Fund Balance	208,145	24,257	-	28,363	123,321	266,540
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 208,145</u>	<u>\$ 24,257</u>	<u>\$ -</u>	<u>\$ 28,363</u>	<u>\$ 123,321</u>	<u>\$ 266,540</u>

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
COMBINING BALANCE SHEET - GENERAL FUND
SEPTEMBER 30, 2021

	EDA REVOLVING LOAN FUND #2	EDA REVOLVING LOAN FUND #3	DRA REVOLVING LOAN FUND	DELTA REGIONAL AUTHORITY	HAZARD MITIGATION	HSOC-E EQUIPMENT	CAPE CO DERA PROJECT
ASSETS							
Accounts Receivable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Notes Receivable, Net	183,620	391,456	66,812	-	-	-	-
Restricted Cash	40,589	90,486	118,086	5,960	-	-	-
TOTAL ASSETS	<u>224,209</u>	<u>481,942</u>	<u>184,898</u>	<u>5,960</u>	<u>-</u>	<u>-</u>	<u>-</u>
LIABILITIES AND FUND BALANCE							
Liabilities							
Accounts Payable	-	-	-	-	-	-	-
Fund Balance							
Restricted Fund Balance	224,209	481,942	184,898	5,960	-	-	-
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 224,209</u>	<u>\$ 481,942</u>	<u>\$ 184,898</u>	<u>\$ 5,960</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
COMBINING BALANCE SHEET - GENERAL FUND
SEPTEMBER 30, 2021

	MADISON COUNTY DERA	CITY OF CAPE DERA	MODOT TRANSP. FY 21	MODOT TRANSP. FY 22	TOTAL
ASSETS					
Accounts Receivable	\$ -	\$ -	\$ -	\$ -	\$ 8,144
Notes Receivable, Net	-	-	-	-	1,062,310
Restricted Cash	-	-	-	-	477,181
TOTAL ASSETS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,547,635</u>
LIABILITIES AND FUND BALANCE					
Liabilities					
Accounts Payable	-	-	-	-	-
Fund Balance					
Restricted Fund Balance	-	-	-	-	1,547,635
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,547,635</u>

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	CARES RLF	CARES EDA	EDA 2020	EDA 2021	CDBG RLF	EDA REVOLVING LOAN FUND #1
OPERATING REVENUES						
Federal Funds	\$ -	\$ -	\$ 17,500	\$ 52,500	\$ -	\$ -
Federal Funds - CARES Act	214,332	50,000	-	-	-	-
Interest Income	-	-	-	66	927	8,909
TOTAL OPERATING REVENUES	214,332	50,000	17,500	52,566	927	8,909
OPERATING EXPENDITURES						
Salaries	12,042	37,512	44,455	59,716	732	7,337
Travel	66	835	772	2,726	1	9
Audit	340	883	1,015	1,521	27	251
Contracted Services	47	5,820	120	219	3	33
Publications	48	1,267	113	848	10	33
Supplies	656	6,174	2,875	3,893	12	526
Postage	5	12	18	62	1	3
Rent and Utilities	633	1,692	2,321	2,881	51	522
Telephone	49	134	184	225	4	41
Repairs and Maintenance	76	245	299	386	9	78
Dues and Conferences	19	71	628	1,794	6	31
Insurance	52	286	1,220	104	6	92
Equipment / Pass-Through Program	-	-	-	-	-	-
DERA - Equipment	-	-	-	-	-	-
Miscellaneous	32	52	77	83	2	16
TOTAL OPERATING EXPENDITURES	14,065	54,983	54,097	74,458	864	8,972
NET INCOME (LOSS)	200,267	(4,983)	(36,597)	(21,892)	63	(63)
OTHER FINANCING SOURCES (USES)						
Operating Transfers In (Out)	2,049	(15,673)	9,781	50,255	237	1,365
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	202,316	(20,656)	(26,816)	28,363	300	1,302
FUND BALANCE, OCTOBER 1, 2020	5,829	44,913	26,816	-	123,021	265,238
FUND BALANCE, SEPTEMBER 30, 2021	\$ 208,145	\$ 24,257	\$ -	\$ 28,363	\$ 123,321	\$ 266,540

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	EDA REVOLVING LOAN FUND #2	EDA REVOLVING LOAN FUND #3	DRA REVOLVING LOAN FUND	DELTA REGIONAL AUTHORITY	HAZARD MITIGATION	HSOC-E EQUIPMENT	CAPE CO DERA PROJECT
OPERATING REVENUES							
Federal Funds	\$ -	\$ -	\$ -	\$ 14,000	\$ -	\$ 93,807	\$ 36,888
Federal Funds - CARES Act	-	-	-	-	-	-	-
Interest Income	5,139	14,137	2,898	-	-	-	-
TOTAL OPERATING REVENUES	5,139	14,137	2,898	14,000	-	93,807	36,888
OPERATING EXPENDITURES							
Salaries	5,148	12,065	2,385	6,788	26,219	-	-
Travel	7	199	3	161	24	-	-
Audit	181	399	88	191	545	-	-
Contracted Services	25	54	11	24	77	-	-
Publications	23	61	18	39	55	-	-
Supplies	491	736	202	287	1,371	-	-
Postage	2	5	1	2	6	-	-
Rent and Utilities	389	787	177	374	1,173	-	-
Telephone	30	62	14	30	92	-	-
Repairs and Maintenance	63	111	25	60	154	-	-
Dues and Conferences	15	26	9	18	43	-	-
Insurance	65	96	44	51	155	-	-
Equipment / Pass-Through Program	-	-	-	-	-	93,807	-
DERA - Equipment	-	-	-	-	-	-	36,888
Miscellaneous	10	26	5	15	819	-	-
TOTAL OPERATING EXPENDITURES	6,449	14,627	2,982	8,040	30,733	93,807	36,888
NET INCOME (LOSS)	(1,310)	(490)	(84)	5,960	(30,733)	-	-
OTHER FINANCING SOURCES (USES)							
Operating Transfers In (Out)	1,183	1,950	(408)	-	30,733	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(127)	1,460	(492)	5,960	-	-	-
FUND BALANCE, OCTOBER 1, 2020	224,336	480,482	185,390	-	-	-	-
FUND BALANCE, SEPTEMBER 30, 2021	\$ 224,209	\$ 481,942	\$ 184,898	\$ 5,960	\$ -	\$ -	\$ -

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	MADISON COUNTY DERA	CITY OF CAPE DERA	MODOT TRANSP. FY 21	MODOT TRANSP. FY 22	TOTAL
OPERATING REVENUES					
Federal Funds	\$ 39,846	\$ 283,750	\$ 49,485	\$ 10,558	\$ 598,334
Federal Funds - CARES Act	-	-	-	-	264,332
Interest Income	-	-	-	-	32,076
TOTAL OPERATING REVENUES	39,846	283,750	49,485	10,558	894,742
OPERATING EXPENDITURES					
Salaries	-	-	44,096	10,372	268,867
Travel	-	-	1,861	647	7,311
Audit	-	-	1,097	308	6,846
Contracted Services	-	-	149	41	6,623
Publications	-	-	146	43	2,704
Supplies	-	-	2,644	906	20,773
Postage	-	-	13	4	134
Rent and Utilities	-	-	2,451	512	13,963
Telephone	-	-	191	41	1,097
Repairs and Maintenance	-	-	348	80	1,934
Dues and Conferences	-	-	87	38	2,785
Insurance	-	-	458	-	2,629
Equipment / Pass-Through Program	-	-	-	-	93,807
DERA - Equipment	39,846	283,750	-	-	360,484
Miscellaneous	-	-	678	13	1,828
TOTAL OPERATING EXPENDITURES	39,846	283,750	54,219	13,005	791,785
NET INCOME (LOSS)	-	-	(4,734)	(2,447)	102,957
OTHER FINANCING SOURCES (USES)					
Operating Transfers In (Out)	-	-	4,734	2,447	88,653
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-	-	-	-	191,610
FUND BALANCE, OCTOBER 1, 2020	-	-	-	-	1,356,025
FUND BALANCE, SEPTEMBER 30, 2021	\$ -	\$ -	\$ -	\$ -	\$ 1,547,635

**SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
COMBINING STATEMENT OF NET POSITION
ENTERPRISE FUNDS AND COMPONENT UNIT
SEPTEMBER 30, 2021**

	SEMO COUNCIL OF GOVERNMENTS, INC. (A COMPONENT UNIT)	ENTERPRISE FUNDS	SECONDARY FACILITIES	ELIMINATION	TOTAL ENTERPRISE FUNDS
ASSETS					
CURRENT ASSETS					
Cash and Cash Equivalents	\$ 42,369	\$ 724,928	\$ 197,664	\$ -	\$ 964,961
Accounts Receivable	-	346,461	-	-	346,461
Other Receivable	-	37,373	-	-	37,373
Due From Other Funds	-	124	-	-	124
TOTAL CURRENT ASSETS	42,369	1,108,886	197,664	-	1,348,919
CAPITAL ASSETS					
Land	10,110	-	20,000	-	30,110
Building	186,405	-	861,643	-	1,048,048
Furniture and Equipment	13,800	373,453	-	-	387,253
Less Accumulated Depreciation	(187,770)	(333,528)	(205,428)	-	(726,726)
TOTAL CAPITAL ASSETS	22,545	39,925	676,215	-	738,685
TOTAL ASSETS	64,914	1,148,811	873,879	-	2,087,604
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Outflows Related to Pension	-	30,911	-	-	30,911
TOTAL DEFERRED OUTFLOWS OF RESOURCES	-	30,911	-	-	30,911
LIABILITIES					
CURRENT LIABILITIES					
Accounts Payable	375	316,221	-	-	316,596
Accrued Salaries and Fringe	-	18,570	-	-	18,570
Accrued Payroll Taxes	-	1,421	-	-	1,421
Accrued Vacation	-	47,857	-	-	47,857
Deferred Revenue	-	101,399	-	-	101,399
Security Deposit Liability	-	-	10,799	-	10,799
Current Portion of Long-Term Debt	10,000	-	19,515	-	29,515
TOTAL CURRENT LIABILITIES	10,375	485,468	30,314	-	526,157
LONG-TERM LIABILITIES					
Net Pension Obligation - LAGERS	-	139,819	-	-	139,819
Long-Term Liabilities	10,000	-	249,158	-	259,158
TOTAL LONG-TERM LIABILITIES	10,000	139,819	249,158	-	398,977
TOTAL LIABILITIES	20,375	625,287	279,472	-	925,134
DEFERRED INFLOWS OF RESOURCES:					
Deferred Inflows Related to Pension	-	153,615	-	-	153,615
TOTAL DEFERRED INFLOWS OF RESOURCES	-	153,615	-	-	153,615
NET POSITION					
Unrestricted Net Position	44,539	400,820	594,407	-	1,039,766
TOTAL NET POSITION	\$ 44,539	\$ 400,820	\$ 594,407	\$ -	\$ 1,039,766

**SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION -
ENTERPRISE FUNDS AND COMPONENT UNIT
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	SEMO COUNCIL OF GOVERNMENTS, INC. (A COMPONENT UNIT)	ENTERPRISE FUNDS	SECONDARY FACILITIES	ELIMINATION	TOTAL ENTERPRISE FUNDS
OPERATING REVENUES					
State and Local Funds	\$ -	\$ -	\$ -	\$ -	\$ -
Interest Income	57	1,252	638	-	1,947
Dues from Members	-	111,857	-	-	111,857
Printing, Maps and Other Services	-	474,793	-	(4,567)	470,226
Miscellaneous Income	-	-	17,723	3,919	21,642
Rental Income	18,000	-	68,467	(18,000)	68,467
TOTAL OPERATING REVENUES	18,057	587,902	86,828	(18,648)	674,139
OPERATING EXPENSES					
Salaries and Fringes and Pension Expense	-	55,683	-	-	55,683
Pension Expense	-	-	-	-	-
Travel and Per Diem	-	4,505	-	-	4,505
Audit	-	6,838	-	-	6,838
Contracted Services	-	1,639	-	-	1,639
Printing, Maps and Photocopy	-	1,135	-	-	1,135
Publications	-	404	-	-	404
Supplies	-	21,844	-	-	21,844
Postage	-	384	-	-	384
Rent and Utilities	-	14,081	-	(14,081)	-
Telephone	-	1,105	-	-	1,105
Repairs and Maintenance	467	2,275	1,331	-	4,073
Membership and Conference Fees	-	6,989	-	-	6,989
Insurance	5,896	2,769	-	-	8,665
Depreciation	2,768	7,549	21,541	-	31,858
Taxes	-	-	10,478	-	10,478
Interest	-	-	11,773	-	11,773
Miscellaneous	4,567	4,554	2,656	(4,567)	7,210
TOTAL OPERATING EXPENSES	13,698	131,754	47,779	(18,648)	174,583
NET OPERATING INCOME (LOSS)	4,359	456,148	39,049	-	499,556
NON-OPERATING REVENUES (EXPENSES)					
Federal Funds	-	-	-	-	-
Capital Grants	-	-	-	-	-
Loss on Disposal of Capital Assets	-	-	-	-	-
Distribution to RPC	-	123,344	(123,344)	-	-
TOTAL NON-OPERATING REVENUES (EXPENSES)	-	123,344	(123,344)	-	-
NET INCOME (LOSS) BEFORE OPERATING TRANSFERS	4,359	579,492	(84,295)	-	499,556
OPERATING TRANSFERS					
Operating Transfers In (Out)	-	(88,653)	-	-	(88,653)
CHANGE IN NET POSITION	4,359	490,839	(84,295)	-	410,903
NET POSITION, OCTOBER 1, 2020	40,180	(90,019)	678,702	-	628,863
NET POSITION, SEPTEMBER 30, 2021	\$ 44,539	\$ 400,820	\$ 594,407	\$ -	\$ 1,039,766

FEDERAL COMPLIANCE SECTION



Daniel Jones & Associates

MEMBERS OF
MISSOURI SOCIETY OF CPA'S
AMERICAN INSTITUTE OF CPA'S

CERTIFIED PUBLIC ACCOUNTANTS

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

To The Board of Directors
Southeast Missouri Regional Planning
and Economic Development Commission
Perryville, Missouri

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities and each major fund of Southeast Missouri Regional Planning and Economic Development Commission ("Commission"), as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the Commission's basic financial statements, and have issued our report thereon dated February 28, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Commission's internal control over financial reporting (internal control) as a basis for designing 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 Commission's internal control. Accordingly, we do not express an opinion on the effectiveness of the Commission's internal control.

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

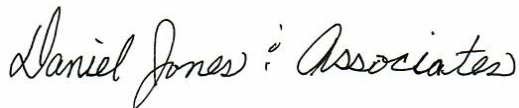
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit, we did not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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Commission'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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Commission'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 Commission's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Daniel Jones & Associates".

DANIEL JONES & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
ARNOLD, MISSOURI

February 28, 2023



Daniel Jones & Associates

MEMBERS OF
MISSOURI SOCIETY OF CPA'S
AMERICAN INSTITUTE OF CPA'S

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Directors
Southeast Missouri Regional Planning
and Economic Development Commission
Perryville, Missouri

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Southeast Missouri Regional Planning and Economic Development Commission's ("Commission") compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Commission's major federal programs for the year ended September 30, 2021. The Commission's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Southeast Missouri Regional Planning and Economic Development Commission complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2021.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Commission and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Commission's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Commission's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Commission's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Commission's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Commission's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the Commission's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Commission's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

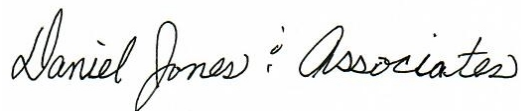
Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Daniel Jones & Associates".

DANIEL JONES & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
ARNOLD, MISSOURI

February 28, 2023

**SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM OR CLUSTER TITLE	FEDERAL ASSISTANCE LISTING NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	PROVIDED TO SUBRECIPIENTS	TOTAL FEDERAL EXPENDITURES
<u>U.S. DEPARTMENT OF COMMERCE</u>				
Direct Program:				
Economic Development Support for Planning Organizations	11.302	05-83-05324 EDA/20	\$ -	\$ 32,256
Economic Development Support for Planning Organizations	11.302	05-83-05324 EDA/21	-	45,204
Subtotal Federal Assistance Listing Number 11.302			-	77,460
Economic Development Cluster:				
Economic Adjustment Assistance (CARES) RLF Admin	11.307	N/A	-	14,260
Economic Adjustment Assistance (CARES) EDA	11.307	N/A	-	85,976
Economic Adjustment Assistance	11.307	N/A	-	985,986
Total Economic Development Cluster			-	1,086,222
Total Expenditures for U.S. Department of Commerce			-	1,163,682
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>				
Passed-Through Missouri Department of Transportation				
Highway Planning and Construction Cluster:				
Highway Planning and Construction	20.205	SPR-2127S-PL-20-21	-	49,485
Highway Planning and Construction	20.205	SPR-2227S-PL-21-22	-	10,558
Total Expenditures for U.S. Department of Transportation and Highway Planning and Construction Cluster			-	60,043
<u>ENVIRONMENTAL PROTECTION AGENCY</u>				
Direct Program:				
National Clean Diesel Emissions Reduction Program	66.039	DE-97784501-0	36,888	36,888
National Clean Diesel Emissions Reduction Program	66.039	DE-97784601-0	39,846	39,846
National Clean Diesel Emissions Reduction Program	66.039	DE-97769801-0	283,750	283,750
Total Expenditures for the U.S. Environmental Protection Agency			360,484	360,484
<u>DELTA REGIONAL AUTHORITY</u>				
Direct Program:				
Delta Local Development District Assistance	90.202	N/A	-	8,139
Total Expenditures for Delta Regional Authority			-	8,139
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>				
Passed-Through Missouri Emergency Management Agency				
Homeland Security Grant Program	97.067	EMW-2018-SS-00044	-	64,371
Homeland Security Grant Program	97.067	EMW-2019-SS-00039	-	10,821
Homeland Security Grant Program	97.067	EMW-2020-SS-00051	-	18,615
Subtotal Homeland Security Grant			-	93,807
Passed-Through Missouri Emergency Management Agency				
Hazard Mitigation Grant Program-Madison County	97.039	N/A	-	5,575
Hazard Mitigation Grant Program-Cape Girardeau County	97.039	N/A	-	25,437
Subtotal Hazard Mitigation Grant Program			-	31,012
Total Expenditures for U.S. Department of Homeland Security			-	124,819
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 360,484	\$ 1,717,167

The accompanying notes to the schedule of expenditures of federal awards are an integral part of this schedule.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

A. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of the Southeast Missouri Regional Planning and Economic Development Commission under programs of the federal government for the year ended September 30, 2021. The information in this Schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Southeast Missouri Regional Planning and Economic Development Commission, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Southeast Missouri Regional Planning and Economic Development Commission.

B. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

C. Indirect Cost Rate

The Commission has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

D. Subrecipients

The National Clean Diesel Emissions Reduction Program (Federal Assistance Listing # 66.039) was passed through to subrecipients in the amount of \$360,484.

E. Non-Cash Programs

The Commission did not receive any non-cash revenues during the year ended September 30, 2021.

F. Other

The Commission did not have federal insurance in effect during the year or have federal loan guarantees outstanding at year end.

G. Donated Personal Protective Equipment (Unaudited)

The Commission did not receive any donated personal protective equipment during the year.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

Type of Auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None reported

Noncompliance material to financial statements noted?

☐ Yes ☒ No

Federal Awards:

Internal control over major federal programs:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None reported

Type of Auditor's report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

☐ Yes ☒ No

Identification of major federal programs:

Assistance Listing Number

Name of Federal Program

11.307

Economic Adjustment Assistance

Dollar Threshold used to distinguish between type A and type B programs:

\$750,000

Auditee qualified as low-risk auditee:

☒ Yes ☐ No

II. FINANCIAL STATEMENT FINDINGS

No financial statement findings were noted that are required to be reported for the year ended September 30, 2021.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no audit findings related to internal control, compliance, questioned costs, or fraud that related to federal awards for the year ended September 30, 2021.

SOUTHEAST MISSOURI REGIONAL PLANNING
AND ECONOMIC DEVELOPMENT COMMISSION
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

I. FINANCIAL STATEMENT FINDINGS – PRIOR YEAR

No financial statement findings were noted that are required to be reported for the year ended September 30, 2020.

II. FEDERAL AWARD FINDINGS – PRIOR YEAR

There were no audit findings related to internal control, compliance, questioned costs, or fraud that related to federal awards for the year ended September 30, 2020.