

REPORT OF:
**Missouri Association of County Developmental
Disabilities Services**
December 31, 2015 and 2014

Howe & Associates, P.C.
Columbia, Missouri

Missouri Association of County Developmental Disabilities Services
Audited Financial Statements
For the Years Ended December 31, 2015 and 2014

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INDEPENDENT AUDITORS' REPORT

To the Executive Committee of
Missouri Association of County Developmental Disabilities Services

We have audited the accompanying financial statements of the Missouri Association of County Developmental Disabilities Services (the Association), which comprise the statements of cash receipts and disbursements for the years ended December 31, 2015 and 2014, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting as described in Note 1; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash receipts and disbursements of the Association as of December 31, 2015 and 2014, in accordance with cash basis of accounting as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than U.S. generally accepted accounting principles. Our opinion is not modified with respect to that matter.

Howe & Associates PC.

Howe & Associates, PC
Columbia, Missouri
January 31, 2018

Missouri Association of County Developmental Disabilities Services

STATEMENTS OF CASH RECEIPTS AND DISBURSEMENTS

For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
CASH RECEIPTS		
Membership Dues	\$ 266,726	\$ 223,807
Annual Conference Fees	67,703	59,323
Member Services	8,175	-
Interest Income	144	238
Mid-Year Trainings	-	735
Total Cash Receipts	<u>342,748</u>	<u>284,103</u>
CASH DISBURSEMENTS		
General and Administrative Expenses	73,952	90,533
Salaries and Related Expenses	166,391	165,910
Annual Conference Expenses	38,332	42,747
Total Cash Disbursements	<u>278,675</u>	<u>299,190</u>
Net Increase/(Decrease) in Cash	64,073	(15,087)
Cash - Beginning	311,736	326,823
Cash - Ending	<u><u>\$ 375,809</u></u>	<u><u>\$ 311,736</u></u>

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

Missouri Association of County Developmental Disabilities Services

NOTES TO THE FINANCIAL STATEMENTS

For the Years Ended December 31, 2015 and 2014

1. SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Missouri Association of County Developmental Disabilities Services (the Association) is a not-for-profit organization dedicated to the promotion of county initiatives in developmental disabilities services. Organized in 1979, the Association provides a forum for its member county boards, related private organizations, and affiliated public agencies to share information, discuss common problems, and act cohesively in areas of overall concern. The Executive Committee establishes the annual membership dues based on each entity's tax revenue. Each year, the Association sponsors a fall conference that, through a series of workshops, seeks to bring together technical assistance and innovative ideas to broaden the perspective of member county boards, related private organizations, and affiliated public agencies as they endeavor to serve people of Missouri with developmental disabilities. Revenue from the conference includes attendance fees as well as advertising, sponsorship and booth fees, as established by the Executive Committee.

Basis of Accounting

These financial statements are presented on the cash basis of accounting; consequently, certain revenues and related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when the obligation is incurred. Accordingly, the accompanying financial statements are not intended to present the Association's financial position and results of operations in conformity with U.S. generally accepted accounting principles.

Financial Statement Presentation

Generally, not-for-profit organizations report net assets and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted. Because the Association's financial statements only reflect cash balances, no net assets are separately reported; however, the net asset balance is equal to the cash balance. The Association does not receive any type of restricted contributions.

Cash

Cash consists of non-interest bearing checking and interest bearing money market accounts.

Taxable Status

The Association is recognized as a tax-exempt organization as defined in Section 501(c)(3) of the Internal Revenue Code and is generally exempt from the federal income taxes on related income.

Subsequent Events

Subsequent events have been evaluated through January 31, 2018, which is the date the financial statements were available to be issued.

Missouri Association of County Developmental Disabilities Services

NOTES TO THE FINANCIAL STATEMENTS

For the Years Ended December 31, 2015 and 2014

2. Operating Lease

The Association leases office space under an annual operating lease agreement with a third party. Rent expense associated with the lease for the years ended December 31, 2015 and 2014 was \$15,838 and \$15,459, respectively.

3. Cash

Cash consisted of the following at December 31, 2015 and 2014:

	2015	2014
Operating Account	\$ 130,496	\$ 107,786
Merchant Account	159,061	158,917
Conference Account	86,252	45,033
Total Cash	<u>\$ 375,809</u>	<u>\$ 311,736</u>