

**Ozark Centre  
Transportation Development District**

**Basic Financial Statements**

**And Management's Discussion and Analysis**

**For The Year Ended June 30, 2016**

# Ozark Centre Transportation Development District

## Table of Contents

June 30, 2016

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	<u>Page</u>
Independent Auditor's Report	1 - 2
Management's Discussion and Analysis	3 - 6
Governmental Funds Balance Sheet and Statement of Net Position - Cash Basis	7
Governmental Fund Revenues, Expenditures, and Changes in Fund Balances and Statement of Activities - Cash Basis	8
Notes to Financial Statements	9 - 16
<b>Supplementary Information:</b>	
Statement of Revenues Collected and Expenditures Paid – General Fund - Budget to Actual – Cash Basis	17
Statement of Revenues Collected and Expenditures Paid – Debt Service Fund - Budget to Actual – Cash Basis	18
Statement of Revenues Collected and Expenditures Paid – Project Fund- Budget to Actual Cash Basis	19
Statement of Revenues Collected and Expenditures Paid – Sales Tax Trust Fund - Budget to Actual – Cash Basis	20
Statement of Revenues Collected and Expenditures Paid – Revenue Fund - Budget to Actual – Cash Basis	21
Statement of Revenues Collected and Expenditures Paid – Operating Fund - Budget to Actual – Cash Basis	22
Statement of Revenues Collected and Expenditures Paid – Debt Service Fund - Budget to Actual – Cash Basis	23
Statement of Revenues Collected and Expenditures Paid – Debt Service Reserve Fund - Budget to Actual – Cash Basis	24
Statement of Revenues Collected and Expenditures Paid – Redemption Fund - Budget to Actual – Cash Basis	25
Statement of Revenues Collected and Expenditures Paid – Summary of All Funds - Budget to Actual – Cash Basis	26
<b>Compliance Section:</b>	
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 <i>Government Auditing Standards</i>	27- 28



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## **Independent Auditor's Report**

To the Board of Directors  
Ozark Centre Transportation Development District  
Ozark, Missouri

We have audited the accompanying cash basis financial statements of the governmental activities and each major fund of Ozark Centre Transportation Development District as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting 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 error or fraud.

### **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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

### **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash basis financial position of the governmental activities and each major fund of Ozark Centre Transportation Development District as of June 30, 2016, and the respective changes in cash basis financial position, thereof for the year then ended in accordance with the cash basis of accounting as described in Note 1.

## Independent Auditor's Report (Concluded)

### 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 accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

### Disclaimer of Opinion on Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Ozark Centre Transportation Development District's basic financial statements. The management's discussion and analysis and budgetary comparison information on pages 3-6 and 17-26, which are the responsibility of management, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated October 19, 2016, on our consideration of the Ozark Centre Transportation Development District'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 to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Ozark Centre Transportation Development District's internal control over financial reporting and compliance.

*Wade Stables P.C.*

**Wade Stables P.C.**  
*Certified Public Accountants*

October 19, 2016  
Hannibal, Missouri

## **Management's Discussion and Analysis**

**Ozark Centre Transportation Development District**  
Management's Discussion and Analysis  
For the Year Ended June 30, 2016  
(Unaudited)

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The discussion and analysis of the Ozark Centre Transportation Development District's financial performance provides an overview and analysis of the District's financial statements for the year ended June 30, 2016. It should be read in conjunction with the accompanying basic financial statements.

#### **FINANCIAL HIGHLIGHTS**

- The assets of Ozark Centre Transportation Development District exceeded its liabilities at the close of the year ending June 30, 2016 by \$686,166. Of this amount, \$483,085 (unrestricted net position) may be used to meet the District's ongoing obligations to citizens and creditors.
- The assets of Ozark Centre Transportation Development District exceeded its liabilities at the close of the year ending June 30, 2015 by \$567,885. Of this amount, \$366,901 (unrestricted net position) may be used to meet the District's ongoing obligations to citizens and creditors.
- The District's total net position increased by \$118,281 for the year ended June 30, 2016. The primary reason for this is because the District received \$1,061,735 in total revenues and spent \$943,454 in total expenses.
- The District's total net position decreased by \$29,886 for the year ended June 30, 2015. The primary reason for this is because the District received \$587,195 in total revenues, spent \$387,094 in total expenses and had other financing uses of \$229,987.
- The District did not issue any additional debt for the year ending June 30, 2016.
- The District issued \$5,860,000 in additional debt for the year ending June 30, 2015.

#### **USING THIS SPECIAL PURPOSE FRAMEWORK**

The financial statements are presented on a basis of cash receipts and cash disbursements, a basis of accounting other than Generally Accepted Accounting Principles (GAAP). These statements include all assets and liabilities arising from cash transactions; a basis of accounting takes into consideration all of the current year's revenues collected and expenditures paid, but does not include capital assets, amounts due in the future from others, or liabilities payable from future revenues.

#### **OVERVIEW OF THE FINANCIAL STATEMENTS**

The discussion and analysis serves as an introduction to Ozark Centre Transportation Development District's basic financial statements. The District's financial statements are comprised of two components, combined government-wide and fund financial statements and notes to financial statements. This report also contains other supplementary information in addition to the basic financial statements.

#### **Combined Government-wide and Fund Financial Statements**

Government-wide and Fund financial statements are combined as allowed by the Governmental Accounting Standards Board for special purpose governments. As such, these combined statements show each major fund as well as the primary government as a whole.

Governmental fund - All of the District's basic services are reported in governmental funds, which focus on how money flows into and out of the funds and the balance left at year-end that is available for spending. The funds are reported using the cash basis of accounting. This measurement focus reports on revenues received and expenditures paid during the period. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs.

The Ozark Centre Transportation Development District internally maintains seven individual governmental funds. Information is presented in the Statement of Net Position - Cash Basis, for the General Fund, the Debt Service Fund and the Project Fund, which are considered major funds. The General Fund consists of: the Sales Tax Trust Fund, the

**Ozark Centre Transportation Development District**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2016**  
**(Unaudited)**

Revenue Fund and the Operating Fund. The Debt Service Fund consists of: the Debt Service Fund, the Debt Service Reserve Fund and the Redemption Fund. Internal fund information is shown as other supplementary information.

**Notes to Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to financial statements can be found immediately following the basic financial statements.

**The District as a Whole – Government-Wide Financial Analysis**

**Table 1**  
**Summary of Net Position**  
**at June 30, 2016 and 2015**

	<b>Governmental Activities</b>	
	<b>2016</b>	<b>2015</b>
Current and other assets	\$ 686,166	\$ 567,885
Total Assets	<u>\$ 686,166</u>	<u>\$ 567,885</u>
Net Position:		
Restricted	\$ 203,081	\$ 200,984
Unrestricted	483,085	366,901
Total Net Position	<u>\$ 686,166</u>	<u>\$ 567,885</u>

**Table 2**  
**Changes in Net Position**

	<b>Governmental Activities</b>	
	<b>2016</b>	<b>2015</b>
General Revenues:		
Taxes	\$ 1,061,679	\$ 587,108
Interest income	56	87
Revenue bond proceeds	-	5,860,000
Total revenues	<u>\$ 1,061,735</u>	<u>\$ 6,447,195</u>
Expenses:		
General government	\$ 24,654	\$ 43,508
Interest expense	198,800	228,584
Revenue bond principal repayment	720,000	15,000
Project costs	-	100,002
Revenue bond/note refunding	-	5,911,945
Bond closing costs	-	96,292
Underwriter's discounts and fees	-	81,750
Total expenses	<u>\$ 943,454</u>	<u>\$ 6,477,081</u>
Increase (decrease) in Net Position	\$ 118,281	\$ (29,886)
Net Position at beginning of year	567,885	597,771
Net Position at end of year	<u>\$ 686,166</u>	<u>\$ 567,885</u>

# **Ozark Centre Transportation Development District**

## **Management's Discussion and Analysis**

**For the Year Ended June 30, 2016**

**(Unaudited)**

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### **PROPERTY, PLANT AND EQUIPMENT AND DEBT**

#### **Property, Plant and Equipment**

During the years ending June 30, 2016 and 2015, the District had improvements and project costs of \$0 and \$100,002, respectively.

#### **Debt**

As of the year ended June 30, 2016, the District had \$5,125,000 in revenue bonds payable. The District made principal payments of \$720,000 and interest payments of \$198,800.

As of the year ended June 30, 2015, the District had \$5,845,000 in revenue bonds payable. The District refunded the 2005 Revenue Bonds and 2008 Revenues Notes in the amount of \$5,911,945, and issued the 2014 Revenue Bonds in the amount of \$5,860,000. The District made principal payments of \$15,000 and interest payments of \$228,584.

### **FINANCIAL ANALYSIS OF THE DISTRICT'S MAJOR FUNDS**

#### **General Fund Budgeting Highlights**

For the fiscal year ending June 30, 2016, actual expenditures on a budgetary basis were \$24,605 compared to the budgeted amount of \$30,550. The \$5,945 positive variance is mainly the result of the District budgeting too much for legal and professional fees.

For the fiscal year ending June 30, 2015, actual expenditures on a budgetary basis were \$43,508 compared to the budgeted amount of \$28,220. The \$15,288 negative variance is mainly the result of the District not budgeting enough for legal and professional fees.

For the fiscal year ending June 30, 2016, actual revenues on a budgetary basis were \$1,061,705 compared to the budgeted amount of \$1,000,024. The \$61,681 positive variance is mainly the result of sales tax revenues being more than budgeted for by the District.

For the fiscal year ending June 30, 2015, actual revenues on a budgetary basis were \$587,115 compared to the budgeted amount of \$560,000. The \$27,115 positive variance is mainly the result of sales tax revenues being more than budgeted for by the District.

#### **Debt Service Fund Budgeting Highlights**

For the fiscal year ending June 30, 2016, actual expenditures on a budgetary basis were \$918,849 compared to the budgeted amount of \$918,800. The \$49 negative variance is the result of the District incurring administrative expenses that were not budgeted for by the District.

For the fiscal year ending June 30, 2015, actual expenditures on a budgetary basis were \$243,584 compared to the budgeted amount of \$525,000. The \$281,416 positive variance is mainly the result of the District budgeting too much for revenue bond principal repayment.

For the fiscal year ending June 30, 2016, actual revenues on a budgetary basis were \$30 compared to the budgeted amount of \$30, resulting in a \$0 variance.

For the fiscal year ending June 30, 2015, actual revenues on a budgetary basis were \$78 compared to the budgeted amount of \$0. The \$78 positive variance is the result of the District not budgeting for interest income.

#### **Project Fund Budgeting Highlights**

For the fiscal year ending June 30, 2016, the District had no activity in this fund and did not budget any activity accordingly.



## **Ozark Centre Transportation Development District**

### **Management's Discussion and Analysis**

**For the Year Ended June 30, 2016**

**(Unaudited)**

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For the fiscal year ending June 30, 2015, actual expenditures on a budgetary basis were \$100,002 compared to the budgeted amount of \$0. The \$100,002 negative variance is the result of the District not budgeting for any activity in this fund.

For the fiscal year ending June 30, 2015, actual revenues on a budgetary basis were \$2 compared to the budgeted amount of \$0. The \$2 positive variance is the result of the District not budgeting for any activity in this fund.

#### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

Local, national and international economic factors influence the District's revenues. Positive economic growth correlates with increased revenues from sales taxes. Economic growth in the local economy may be measured by a variety of indicators such as employment growth, unemployment, and new construction and assessed valuation. The District has prepared its budget for the next fiscal year considering the economic factors discussed above.

#### **CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, contact the District.

**Ozark Centre Transportation Development District**

Governmental Funds Balance Sheet/  
Statement of Net Position - Cash Basis  
June 30, 2016

Assets	General Fund	Debt Service Fund	Project Fund	Total Major Funds	Adjustments	Statement of Net Position
Cash and equivalents	\$ 483,085	\$ 203,081	\$ -	\$ 686,166	\$ -	\$ 686,166
<b>Total Assets</b>	<b>\$ 483,085</b>	<b>\$ 203,081</b>	<b>\$ -</b>	<b>\$ 686,166</b>	<b>\$ -</b>	<b>\$ 686,166</b>
<b>Liabilities and Fund Balances / Net Position</b>						
Fund Balance:						
Restricted for:						
Debt Service	\$ -	\$ 203,081	\$ -	\$ 203,081	\$ (203,081)	\$ -
Capital Projects	-	-	-	-	-	-
Unassigned	483,085	-	-	483,085	(483,085)	-
<b>Total Liabilities and Fund Balances</b>	<b>\$ 483,085</b>	<b>\$ 203,081</b>	<b>\$ -</b>	<b>\$ 686,166</b>	<b>\$ (686,166)</b>	<b>\$ -</b>
Net Position:						
Restricted for:						
Debt Service					\$ 203,081	\$ 203,081
Capital Projects					-	-
Unrestricted					483,085	483,085
<b>Total Net Position</b>					<b>\$ 686,166</b>	<b>\$ 686,166</b>

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

## Ozark Centre Transportation Development District

Governmental Fund Revenues, Expenditures, and Changes in Fund Balances and  
Statement of Activities - Cash Basis  
For the Year Ended June 30, 2016

	General Fund	Debt Service Fund	Project Fund	Total Major Funds	Adjustments	Statement of Activities
<b>Expenditures/Expenses:</b>						
Collection fees	\$ 385	-	-	\$ 385	-	\$ 385
Trustee fees	4,763	-	-	4,763	-	4,763
Bank fees	288	-	-	288	-	288
Administrative expenses	16,451	49	-	16,500	-	16,500
Legal and professional fees	368	-	-	368	-	368
Audit fees	2,350	-	-	2,350	-	2,350
Interest expense	-	198,800	-	198,800	-	198,800
Revenue bond principal repayment	-	720,000	-	720,000	-	720,000
<b>Total Expenditures/Expenses</b>	<b>\$ 24,605</b>	<b>\$ 918,849</b>	<b>-</b>	<b>\$ 943,454</b>	<b>-</b>	<b>\$ 943,454</b>
<b>General Revenues:</b>						
TDD sales tax revenues	\$ 1,061,679	-	-	\$ 1,061,679	-	\$ 1,061,679
Interest income	26	30	-	56	-	56
<b>Total General Revenues</b>	<b>\$ 1,061,705</b>	<b>\$ 30</b>	<b>-</b>	<b>\$ 1,061,735</b>	<b>-</b>	<b>\$ 1,061,735</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>\$ 1,037,100</b>	<b>\$ (918,819)</b>	<b>-</b>	<b>\$ 118,281</b>	<b>-</b>	<b>\$ 118,281</b>
<b>Other Financing Sources (Uses)</b>						
Transfers in	-	\$ 920,916	-	\$ 920,916	-	\$ 920,916
Transfers out	(920,916)	-	-	(920,916)	-	(920,916)
<b>Total Other Financing Sources (Uses)</b>	<b>\$ (920,916)</b>	<b>\$ 920,916</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>\$ -</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>\$ 116,184</b>	<b>\$ 2,097</b>	<b>-</b>	<b>\$ 118,281</b>	<b>\$ (118,281)</b>	<b>\$ -</b>
Change in net position	-	-	-	-	118,281	118,281
Fund balance/net position:						
Beginning of Year	366,901	200,984	-	567,885	-	567,885
End of Year	<b>\$ 483,085</b>	<b>\$ 203,081</b>	<b>-</b>	<b>\$ 686,166</b>	<b>-</b>	<b>\$ 686,166</b>

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

# Ozark Centre Transportation Development District

Notes to Financial Statements  
For the Year Ended June 30, 2016

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## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### Reporting Entity

On April 25, 2003, The Circuit Court of Christian County issued a Judgment and Order organizing a Transportation Development District (the "Order"), which established the District as a political subdivision pursuant to and in accordance with the Missouri Transportation Development District Act, Sections 238.200 to 238.280 of the Revised Statutes of Missouri, as amended ("the TDD Act"); and the District is authorized and empowered pursuant to the TDD Act to fund, promote, plan, design, construct, improve, maintain, and operate certain transportation improvements, or to assist in any such activity. The Order provided that the District be established for the sole purpose of funding the Transportation Project, as described in the Order, through the imposition of a transportation development district sales tax (the "TDD Sales Tax").

On June 16, 2003, pursuant to Section 238.235 of the TDD Act, the District adopted Resolution No. 6-16-03-04 authorizing the District to impose the TDD Sales Tax at a rate not to exceed three-eighths of one percent (3/8%), which TDD Sales Tax became effective on April 1, 2004, following the adoption of the TDD Sales Tax by the qualified voters of the District at an election held in accordance with Section 238.216 of the TDD Act.

On September 15, 2003, the District and Ozark Centre Partners, L.L.C. (the "Developer"), entered into a Transportation Development Agreement, pursuant to which the Developer agreed to advance the costs of the Transportation Project constructed by the District and the District agreed to issue obligations to reimburse the Developer for such costs (the "Original Transportation Development Agreement") as amended by the First Amendment to the Transportation Development Agreement dated as of April 13, 2004 and as further amended by the Second Amendment to the Transportation Development Agreement dated as of October 28, 2004 (the Original Transportation Development Agreement as so amended and as may be further amended from time to time is referred to herein as the "Transportation Development Agreement").

The District has previously authorized the issuance of its Transportation Sales Tax Revenue Bonds (the "Series 2005 Bonds") pursuant to a Trust Indenture dated as of October 1, 2005 (the "Series 2005 Indenture") between the District and UMB Bank N.A., as trustee. The District has determined that it is in the best interests of the District to issue its Subordinate Transportation Development Revenue Notes (Ozark Centre Project – City of Ozark, Christian County, Missouri), Series 2008 in the aggregate principal amount not to exceed \$227,568, plus costs of issuance (the "Notes"), to finance certain additional costs of the Transportation Project and to pay costs related to the issuance of the Notes. The payment of principal of and interest on the Notes shall be junior and subordinate to the Series 2005 Bonds in all respects. On August 26, 2008, the Board of Directors of the District adopted Resolution No. 08-003 (the "Note Resolution"), authorizing the issuance of the Notes pursuant to the Indenture.

Pursuant to Resolution No. 14-002, adopted August 8, 2014, the District authorized the issuance of \$5,860,000 aggregate principal amount of Transportation Development Revenue Bonds, Series 2014 to refund the Series 2005 Bonds and Series 2008 Notes, fund a reserve fund for the Series 2014 Bonds, fund additional projects for the District in an amount not to exceed \$100,000, and pay costs of issuance of the Series 2014 Bonds.

The Transportation Project is in a tract of land located in the northwest quarter of section 34, Township 27-North, Range 21-West Ozark, in Christian County, Missouri. The District began collecting sales tax on April 1, 2004. The District was created to levy certain taxes, for the purpose of funding the Ozark Centre Transportation projects. Projects of the District include: Project A – US Business 65 improvements, 19<sup>th</sup> Street and other public street improvements. Project B – Interchange improvements, traffic signal installation and utility relocations.

A reporting entity is comprised of the primary government, component units, and other organizations that are included to insure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the

# Ozark Centre Transportation Development District

Notes to Financial Statements  
For the Year Ended June 30, 2016

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## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Reporting Entity (Concluded)

organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt, or the levying of taxes. The District has no component units.

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant of the District's accounting policies are described below.

### A) BASIS OF PRESENTATION

Special-purpose governments engaged in a single governmental program and having no component units may present financial statements as combining fund financial statements with government-wide statements. This is illustrated on the Statement of Net Position and Governmental Funds Balance Sheet - Cash Basis and Statement of Activities and Governmental Fund Revenues, Expenditures and Changes in Fund Balances - Cash Basis.

In the fund financial statements, financial transactions and accounts of the District are organized on the basis of funds. The operation of each fund is considered to be an independent fiscal and separate accounting entity, with a self-balancing set of accounts recording cash and/or other financial resources together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. The fund statements are also presented on a cash basis of accounting.

The following is a brief description of the specific funds used by the District.

#### Governmental Funds

**General Fund** – The District internally maintains three separate funds that make up the General Fund, as follows:

**TDD Sales Tax Trust Fund** - The TDD Sales Tax Trust Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. Revenues are derived primarily from sales taxes.

**Revenue Fund** - (a) No later than the 20th calendar day of each month (or the next Business Day thereafter if the 20th is not a Business Day) while the Bonds are Outstanding, the Authority shall cause the District to transfer to the Trustee the TDD Sales Tax Revenues for such month for deposit into the Revenue Fund. If the Trustee has not received such TDD Sales Tax Revenues on or before the 25th calendar day of each month, the Trustee shall notify the Authority, the Underwriter, and the District of such nonreceipt. Pursuant to Section 4.2 of the Financing Agreement, at the time of such transfer, the District shall deliver to the Trustee and the Underwriter a written report in substantially the form attached to the Financing Agreement as Exhibit A. Pursuant to Section 4.2 of the Financing Agreement, if the District has no TDD Sales Tax Revenues to transfer to the Trustee, the District shall so notify the Trustee, the Authority, and the Underwriter in writing on or before the date on which such transfer would otherwise be required.

(b) On the 40th day (or if such day is not a Business Day, the immediately preceding Business Day), except as otherwise provided, prior to each Interest Payment Date, the Trustee shall apply moneys in the Revenue Fund to the extent necessary for the purposes and in the amounts as follows:

# Ozark Centre Transportation Development District

Notes to Financial Statements  
For the Year Ended June 30, 2016

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## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### A) BASIS OF PRESENTATION (CONTINUED)

*First*, to the Operating Fund, one-half (1/2) of the Annual Operating Fund Deposit;

*Second*, to the Rebate Fund, an amount sufficient to pay rebate, if any, to the United States of America, owed under Section 148 of the Code, as directed in writing by the Authority or the District in accordance with the Tax Compliance Agreement or to pay any rebate analyst to perform rebate services as required by the Tax Compliance Agreement;

*Third*, pay to the Trustee or any Paying Agent, an amount sufficient for payment of any fees and expenses which are due and owing to the Trustee or any Paying Agent, upon delivery to the Authority (with a copy to the District and, if the Trustee is not the Paying Agent, to the Trustee) of an invoice for such amounts (payments to the Trustee are to be made from the Revenue Fund and, except as otherwise provided in Section 802 hereof, may not exceed \$4,500 in any calendar year);

*Fourth*, transfer to the Debt Service Account of the Debt Service Fund an amount sufficient to pay the interest becoming due and payable on the Bonds on the next succeeding Interest Payment Date;

*Fifth*, transfer to the Debt Service Account of the Debt Service Fund an amount sufficient to pay the principal becoming due and payable on the next succeeding Interest Payment Date by reason of maturity;

*Sixth*, transfer to the Debt Service Reserve Fund such amount as may be required to restore any deficiency in the Debt Service Reserve Fund if the amount on deposit in the Debt Service Reserve Fund is less than the Debt Service Reserve Requirement;

*Seventh*, transfer to the Redemption Account of the Debt Service Fund all moneys then remaining in the Revenue Fund, which shall be applied to the payment of the principal of all Bonds that are subject to redemption pursuant to Section 302(b) hereof.

(c) Notwithstanding the foregoing, if on the 40th day (or if such day is not a Business Day, the immediately preceding Business Day) prior to each Interest Payment Date, the amounts in the Revenue Fund are not sufficient to make the deposits required by clauses (b)First, through Fifth, above, then on the Business Day immediately preceding such Interest Payment Date, the Trustee shall apply all amounts on deposit in the Revenue Fund to make the deposits required by clauses First, through Fifth, above, to the extent possible prior to the application of any amount held in any reserve fund therefor.

(d) If, on any Interest Payment Date, the moneys in the Revenue Fund are insufficient to make payment to the Trustee and any Paying Agents, the District, and/or the Authority for its respective fees and expenses as provided above, then the unpaid portion shall be carried forward to the next Interest Payment Date, without accruing interest thereon, except as provided in Section 802.

(e) Upon final Maturity of the Bonds, all moneys in the Revenue Fund shall be used to the extent necessary to pay unpaid principal of and accrued interest on the Bonds. After payment in full of the principal of, redemption premium, if any, and interest on the Bonds (or provision having been made for the payment thereof as specified in this Indenture), and the fees, charges, and expenses of the Trustee and any Paying Agent, the Authority, and the District, and any other amounts required to be paid under this Indenture, all amounts remaining in the Revenue Fund shall be returned to the District for deposit into the TDD Sales Tax Trust Fund.

# Ozark Centre Transportation Development District

Notes to Financial Statements  
For the Year Ended June 30, 2016

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## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### A) BASIS OF PRESENTATION (CONTINUED)

**Operating Fund** – The Trustee shall disburse moneys in the Operating Fund from time to time upon receipt of a written request of the Authorized District Representative to pay costs of operating the District, maintaining the Transportation Project, paying the principal of or interest on the Bonds, or any other lawful purpose of the District. The Trustee may conclusively rely upon such written request and shall have no duty to make an independent investigation in connection therewith. After payment in full of the principal of, redemption premium, if any, and interest on the Bonds (or provision having been made for the payment thereof as specified in this Indenture), and the fees, charges, and expenses of the Trustee and any Paying Agent, the Authority, and the District, and any other amounts required to be paid under this Indenture, all amounts remaining in the Operating Fund shall be returned to the District for deposit into the TDD Sales Tax Trust Fund.

**Debt Service Fund** – The District internally maintains two separate funds that make up the Debt Service Fund, as follows:

**Debt Service Fund - (a)** Except as otherwise provided herein, all amounts paid and credited to the Debt Service Fund shall be expended solely for the payment of the principal of, redemption premium, if any, and interest on the Bonds as the same mature and become due or upon the redemption thereof.

**(b)** The Authority hereby authorizes and directs the Trustee to withdraw sufficient moneys from the Debt Service Fund to pay the principal of and interest on the Bonds as the same become due and payable and to make said moneys so withdrawn available to the Paying Agent for the purpose of paying said principal of and interest on the Bonds.

**(c)** The Trustee shall use any moneys in the Redemption Account of the Debt Service Fund to redeem all or part of the Bonds Outstanding and interest to accrue thereon prior to such redemption, in accordance with and to the extent permitted by ARTICLE III hereof. The Trustee, upon the written instructions from the Authority, signed by an Authorized Authority Representative as directed by the District, shall use moneys in the Redemption Account of the Debt Service Fund on a best efforts basis for the purchase of Bonds in the open market to the extent practical for the purpose of cancellation at prices not exceeding the principal amount of the Bonds plus accrued interest thereon to the date of such purchase, as applicable.

**(d)** If the moneys in the Debt Service Fund are insufficient to pay all accrued interest on the Bonds on any Interest Payment Date, then such moneys shall be applied ratably, according to the amounts due on such installment, to the Persons entitled thereto without any discrimination or privilege, and any unpaid portion shall accrue to the next Interest Payment Date, with interest thereon at the rate or rates specified in the Bonds to the extent permitted by law. If the moneys in the Debt Service Fund are insufficient to pay the principal of the Bonds on the Stated Maturity date thereof, then such moneys shall be applied ratably, according to the amounts of principal due on such date, to the Persons entitled thereto without any discrimination or privilege.

**(e)** After payment in full of the principal of, redemption premium, if any, and interest on the Bonds (or provision having been made for the payment thereof as specified in this Indenture), and the fees, charges, and expenses of the Trustee and any Paying Agent, the Authority, and the District, and any other amounts required to be paid under this Indenture, all amounts remaining in the Debt Service Fund shall be returned to the District for deposit into the TDD Sales Tax Trust Fund.

**Debt Service Reserve Fund - (a)** Except as otherwise provided in this Indenture, moneys in the Debt Service Reserve Fund shall be used by the Trustee without further authorization solely for the payment of the principal of and interest on the Bonds if moneys otherwise available for such purpose as provided in Section 404 hereof are insufficient to pay the same as they become due and payable and to make the final payment on the Bonds. The amount on deposit in the Debt Service Reserve Fund shall be valued by the

# Ozark Centre Transportation Development District

Notes to Financial Statements  
For the Year Ended June 30, 2016

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## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### A) BASIS OF PRESENTATION (CONCLUDED)

Trustee 45 days prior to each Interest Payment Date (or if such date is not a Business Day, the immediately preceding Business Day) and the Trustee shall give prompt written notice to the Authority and the District if such amount is less than the Debt Service Reserve Requirement. For the purpose of determining the amount on deposit in the Debt Service Reserve Fund, the value of any investments shall be set at the lower of their original cost or their fair market value (inclusive of accrued interest thereon) on the date of valuation. Moneys in the Debt Service Reserve Fund that are in excess of the Debt Service Reserve Requirement on any valuation date shall be deposited promptly by the Trustee without further authorization in the Revenue Fund.

(b) Moneys in the Debt Service Reserve Fund may be used to pay principal of and interest on the Bonds upon final Maturity thereof. After payment in full of the principal of, redemption premium, if any, and interest on the Bonds (or provision having been made for the payment thereof as specified in this Indenture), and the fees, charges, and expenses of the Trustee and any Paying Agent, the Authority, and the District, and any other amounts required to be paid under this Indenture, all amounts remaining in the Debt Service Reserve Fund shall be returned to the District for deposit into the TDD Sales Tax Trust Fund.

**Project Fund** – (a) Moneys in the Costs of Issuance Account of the Project Fund shall be disbursed from time to time by the Trustee as set forth on Schedule 1 attached hereto, to be paid upon receipt by the Trustee of invoices therefor, but without the necessity of receipt by the Trustee of a requisition therefor. Any moneys remaining in the Costs of Issuance Account on the earlier of the payment of the Costs of Issuance set forth on Schedule 1 or the date (and if such date is not a Business Day, the next succeeding Business Day) which is ninety (90) days after the date of issuance of the Bonds, shall be deposited, without further authorization, into the applicable Series subaccount of the Redemption Account of the Debt Service Fund.

(b) Moneys in the Project Account of the Project Fund shall be disbursed by the Trustee to pay for additional projects for the District upon the written request of an Authorized District Representative containing the statements, representations, and certifications set forth in the form for such request attached as Schedule 2 hereto. Any moneys remaining on deposit in the Project Account of the Project Fund as of the one year anniversary of the date of issuance of the Bonds shall be transferred by the Trustee to the Redemption Account of the Debt Service Fund.

### B) BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. Government-wide financial statements and Fund Financial Statements are prepared using the cash basis of accounting, a special purpose framework. Under the cash basis, revenues are recognized when received rather than when earned and expenditures are recognized when cash is disbursed rather than when the obligation is incurred.

### C) BUDGETS AND BUDGETARY ACCOUNTING

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

- 1) In accordance with Section 67 of the Missouri Revised Statutes, the budget officer, as designated by the District, prepares and adopts an annual budget which represents the complete financial plan for the ensuing budget year. The budget includes at least the following information:
  - a) A budget message describing the important features of the budget and major changes from the preceding year;



# Ozark Centre Transportation Development District

Notes to Financial Statements  
For the Year Ended June 30, 2016

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## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### C) BUDGETS AND BUDGETARY ACCOUNTING (CONCLUDED)

- b) Estimated revenues to be collected from all sources for the budget year, with a comparative statement of actual or estimated revenues for the two years next preceding, itemized by year, fund, activity and object;
  - c) The amount required for the payment of interest, amortization, and redemption charges on the debt of the District;
  - d) A general budget summary.
    - i. In no event shall the total proposed expenditures from any fund exceed the estimated revenues to be received plus any unencumbered balance or less any deficit estimated for the beginning of the budget year.
    - ii. The District may revise, alter, increase or decrease the items in the proposed budget, subject to such limitations as may be provided by law provided, that in no event, shall the total authorized expenditures from any fund exceed the estimated revenues to be received plus any unencumbered balance or less any deficit estimated for the beginning of the budget year.
- 2) The District shall, before the beginning of the fiscal year, approve the budget and approve or adopt such orders, motions, resolutions or ordinances as may be required to authorize the budgeted expenditures and produce the revenues in the budget.
- 3) After the District has approved the budget and approved or adopted the orders, motions, resolutions or ordinances required to authorize the expenditures proposed in the budget, the District shall not increase the total amount authorized for expenditure from any fund, unless the District Council adopts a resolution setting forth the facts and reasons making the increase necessary and approves or adopts an order, motion resolution or ordinance to authorize the expenditures.

The 2016 budget was approved at the regular scheduled Board of Directors' meetings.

### D) CAPITAL ASSETS AND LONG-TERM LIABILITIES

In accordance with the cash basis of accounting, the government-wide and fund financial statements report capital asset additions as expenditures when cash is expended and debt proceeds are shown as other financing sources when cash is received. Debt principal payments are shown as expenditures when payments are made. Capital assets and long term liabilities are not maintained on these financial statements but long term debt is disclosed later in these notes to the financial statements.

### E) FUND BALANCE AND NET POSITION

Net Position represents the difference between assets and liabilities. Net Position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by laws or regulations of the government. All other net position that does not meet the definition of "restricted" are reported as unrestricted net position. It is the District's policy to expend restricted resources first if the restrictions are met.

Fund balances are classified as follows:

**Nonspendable-** This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The District did not have any nonspendable fund balance as of June 30, 2016.

# Ozark Centre Transportation Development District

Notes to Financial Statements  
For the Year Ended June 30, 2016

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## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)

### E) FUND BALANCE AND NET POSITION (CONCLUDED)

**Restricted-** This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or law or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. The District had an ending balance of \$203,081 for restricted fund balances that consisted of the Debt Service Fund.

**Committed-** This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the District's Board. These amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The District had no committed resources as of June 30, 2016.

**Assigned-** This classification includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the District Board through budgetary process. The District had no assigned resources as of June 30, 2016.

**Unassigned-** All amounts not included in other spendable classifications.

The District 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 the use of these other classified funds.

## 2) CASH AND CASH EQUIVALENTS

The District complies with various restrictions on deposits and investments, which are imposed by the state statutes as follows:

Deposits - All deposits with financial institutions must be collateralized in an amount at least equal to uninsured deposits.

Investments - The District may invest in bonds of the State of Missouri or any wholly owned corporation of the United States; or in other short-term obligations of the United States.

Cash of the District at June 30, 2016 is as follows:

### Deposits

At June 30, 2016, the carrying amount of the District's deposits was \$686,166 and the bank balance was \$686,166. The bank balance in the Sales Tax Trust Fund was \$101 at year end; any balance maintained in this account would be covered by federal depository insurance up to \$250,000. All cash balances with the Trustee were invested in Fidelity U.S. Treasury Money Market accounts. Due to the short-term nature of investments, cash balances are classified as cash equivalents in the District's basic financial statements. The Fidelity U.S. Treasury Money Market Fund is not insured by federal depository insurance coverage. The Fund, however, invests only in direct obligations of the United States and repurchase agreements for direct obligations of the United States.

### Investments

There were no investments at year ending June 30, 2016.

**Ozark Centre Transportation Development District**

Notes to Financial Statements  
For the Year Ended June 30, 2016

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**3) COMMITMENTS**

On June 16 2003, the District and the City of Ozark, Missouri, entered into a City of Ozark Transportation Development District Cooperative Agreement, pursuant to which the District agreed to undertake that portion of the Transportation Project not intended to be merged into the state highways and transportation system, subject to the City of Ozark, Missouri, approving the plans and specifications for the Local Transportation Improvements.

On August 14, 2003, the District and the Missouri Highways and Transportation Commission entered into a Missouri Highways and Transportation Commission Transportation Development District Cooperative Agreement, pursuant to which the District agreed to undertake that portion of the Transportation Project intended to be merged into the state highways and transportation system under the Commission's jurisdiction, subject to the Commission's approval of the plans and specifications for the State Transportation Project.

**4) LITIGATION**

At June 30, 2016, there were no claims or lawsuits pending against the District.

**5) TAXES**

Per Resolution No. 13-005, adopted December 12, 2013, the District increased the rate of the TDD sales tax of 3/8 of one percent to one percent (1%) on all retail sales made in the District which are subject to the taxation pursuant to the provision of Sections 144.010 to 144.525, RSMo, with certain exceptions listed in the TDD Act. These exceptions include sale or use of motor vehicles, trailers, boats or outboard motors, sale of electricity or electrical current, water and gas, natural or artificial, and sales of service to telephone subscribers, whether local or long distance.

**6) LONG-TERM DEBT**

Resolution No. 14-002, adopted August 8, 2014, authorized the District to issue \$5,860,000 aggregate principal amount of Transportation Development Revenue Bonds, Series 2014 to refund the Series 2005 Bonds and Series 2008 Notes, fund a reserve fund for the Series 2014 Bonds, fund additional projects for the District in an amount not to exceed \$100,000, and pay costs of issuance of the Series 2014 Bonds. The Bonds shall mature on September 1, 2032 and bear an interest rate of 3.50%.

The Series 2014 Bonds are to be payable solely out of certain revenues and payments received by the Authority and certain proceeds of the Series 2014 Bonds loaned by the Authority to the District.

Following is a summary of revenue bonds for the fiscal year ended June 30, 2016. The District made principal payments of \$720,000 during the fiscal year.

Revenue bonds payable, July 1, 2015	\$ 5,845,000
Bonds issued	-
Bonds retired	(720,000)
Revenue bonds payable, June 30, 2016	<u>\$ 5,125,000</u>

**7) PROJECT COSTS**

The District did not incur any project costs during the year ended June 30, 2016.

**8) SUBSEQUENT EVENTS**

These financial statements considered subsequent events through October 19, 2016, the date the financial statements were available to be issued.

## **Supplementary Information**

**Ozark Centre Transportation Development District**

Statement of Revenues Collected and Expenditures Paid -  
 General Fund - Budget and Actual - Cash Basis  
 For the Year Ended June 30, 2016

	Budgeted Amount Original	Budgeted Amount Final	Actual	Variance - Favorable (Unfavorable)
<b>Revenues:</b>				
TDD sales tax revenues	\$ 1,000,000	\$ 1,000,000	\$ 1,061,679	\$ 61,679
Interest income	24	24	26	2
<b>Total Revenues</b>	<b>\$ 1,000,024</b>	<b>\$ 1,000,024</b>	<b>\$ 1,061,705</b>	<b>\$ 61,681</b>
<b>Expenditures:</b>				
Collection fees	\$ 420	\$ 420	\$ 385	\$ 35
Bank fees	300	300	288	12
Trustee fees	4,830	4,830	4,763	67
Administrative expenses	16,450	16,450	16,451	(1)
Legal and professional fees	6,200	6,200	368	5,832
Audit fees	2,350	2,350	2,350	-
<b>Total Expenditures</b>	<b>\$ 30,550</b>	<b>\$ 30,550</b>	<b>\$ 24,605</b>	<b>\$ 5,945</b>
<b>Other Financing Sources (Uses)</b>				
Transfers in	-	-	-	-
Transfers out	(920,917)	(920,917)	(920,916)	1
<b>Total Other Financing Sources (Uses)</b>	<b>\$ (920,917)</b>	<b>\$ (920,917)</b>	<b>\$ (920,916)</b>	<b>\$ 1</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>\$ 48,557</b>	<b>\$ 48,557</b>	<b>\$ 116,184</b>	<b>\$ 67,627</b>
<b>Fund Balances - at beginning of the year</b>		<b>366,901</b>	<b>366,901</b>	
<b>Fund Balances - at end of the year</b>		<b>\$ 415,458</b>	<b>\$ 483,085</b>	

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

**Ozark Centre Transportation Development District**

Statement of Revenues Collected and Expenditures Paid -  
Debt Service Fund - Budget and Actual - Cash Basis  
For the Year Ended June 30, 2016

	Budgeted	Budgeted	Actual	Variance - Favorable (Unfavorable)
	Amount Original	Amount Final		
<b>Revenues:</b>				
Interest income	\$ 30	\$ 30	\$ 30	\$ -
<b>Total Revenues</b>	<u>\$ 30</u>	<u>\$ 30</u>	<u>\$ 30</u>	<u>\$ -</u>
<b>Expenditures:</b>				
Interest expense	\$ 198,800	\$ 198,800	\$ 198,800	\$ -
Revenue bond principal repayment	720,000	720,000	720,000	-
Administrative expenses	-	-	49	(49)
<b>Total Expenditures</b>	<u>\$ 918,800</u>	<u>\$ 918,800</u>	<u>\$ 918,849</u>	<u>\$ (49)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	\$ 920,917	\$ 920,917	\$ 920,916	\$ (1)
Transfers out	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>\$ 920,917</u>	<u>\$ 920,917</u>	<u>\$ 920,916</u>	<u>\$ (1)</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>\$ 2,147</u>	<u>\$ 2,147</u>	<u>\$ 2,097</u>	<u>\$ (50)</u>
<b>Fund Balances - at beginning of the year</b>				
		200,984	200,984	
<b>Fund Balances - at end of the year</b>		<u>\$ 203,131</u>	<u>\$ 203,081</u>	

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

**Ozark Centre Transportation Development District**

Statement of Revenues Collected and Expenditures Paid -

Project Fund - Budget and Actual - Cash Basis

For the Year Ended June 30, 2016

	Budgeted	Budgeted	Actual	Variance - Favorable (Unfavorable)
	Amount Original	Amount Final		
<b>Revenues:</b>				
Interest income	\$ -	\$ -	\$ -	\$ -
<b>Total Revenues</b>	\$ -	\$ -	\$ -	\$ -
<b>Expenditures:</b>				
Project costs	\$ -	\$ -	\$ -	\$ -
<b>Total Expenditures</b>	\$ -	\$ -	\$ -	\$ -
<b>Other Financing Sources (Uses)</b>				
Transfers in	\$ -	\$ -	\$ -	\$ -
Transfers out	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	\$ -	\$ -	\$ -	\$ -
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	\$ -	\$ -	\$ -	\$ -
<b>Fund Balances - at beginning of the year</b>				
<b>Fund Balances - at end of the year</b>	\$ -	\$ -	\$ -	\$ -

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

**Ozark Centre Transportation Development District**

Statement of Revenues Collected and Expenditures Paid -  
 Sales Tax Trust Fund - Budget and Actual - Cash Basis  
 For the Year Ended June 30, 2016

	Budgeted Amount Original	Budgeted Amount Final	Actual	Variance - Favorable (Unfavorable)
<b>Revenues:</b>				
TDD sales tax revenues	\$ 1,000,000	\$ 1,000,000	\$ 1,061,679	\$ 61,679
<b>Total Revenues</b>	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ 1,061,679</u>	<u>\$ 61,679</u>
<b>Expenditures:</b>				
Collection fees	\$ 420	\$ 420	\$ 385	\$ 35
Bank fees	300	300	288	12
<b>Total Expenditures</b>	<u>\$ 720</u>	<u>\$ 720</u>	<u>\$ 673</u>	<u>\$ 47</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	-	-	-	\$ -
Transfers out	(999,280)	(999,280)	(1,061,007)	(61,727)
<b>Total Other Financing Sources (Uses)</b>	<u>\$ (999,280)</u>	<u>\$ (999,280)</u>	<u>\$ (1,061,007)</u>	<u>\$ (61,727)</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ (1)</u>
<b>Fund Balances - at beginning of the year</b>		102		
<b>Fund Balances - at end of the year</b>		<u>\$ 102</u>	<u>\$ 101</u>	



**Ozark Centre Transportation Development District**

Statement of Revenues Collected and Expenditures Paid -  
 Revenue Fund - Budget and Actual - Cash Basis  
 For the Year Ended June 30, 2016

	Budgeted Amount Original	Budgeted Amount Final	Actual	Variance - Favorable (Unfavorable)
<b>Revenues:</b>				
Interest income	\$ 22	\$ 22	\$ 24	\$ 2
<b>Total Revenues</b>	<u>\$ 22</u>	<u>\$ 22</u>	<u>\$ 24</u>	<u>\$ 2</u>
<b>Expenditures:</b>				
Trustee fees	\$ 4,830	\$ 4,830	\$ 4,763	\$ 67
Administrative expenses	-	-	1	(1)
<b>Total Expenditures</b>	<u>\$ 4,830</u>	<u>\$ 4,830</u>	<u>\$ 4,764</u>	<u>\$ 66</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	\$ 999,298	\$ 999,298	\$ 1,061,026	\$ 61,728
Transfers out	(945,935)	(945,935)	(945,935)	-
<b>Total Other Financing Sources (Uses)</b>	<u>\$ 53,363</u>	<u>\$ 53,363</u>	<u>\$ 115,091</u>	<u>\$ 61,728</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>\$ 48,555</u>	<u>\$ 48,555</u>	<u>\$ 110,351</u>	<u>\$ 61,796</u>
<b>Fund Balances - at beginning of the year</b>		<u>354,609</u>		
<b>Fund Balances - at end of the year</b>		<u>\$ 403,164</u>	<u>\$ 464,960</u>	

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

**Ozark Centre Transportation Development District**

Statement of Revenues Collected and Expenditures Paid -  
 Operating Fund - Budget and Actual - Cash Basis  
 For the Year Ended June 30, 2016

	Budgeted Amount Original	Budgeted Amount Final	Actual	Variance - Favorable (Unfavorable)
<b>Revenues:</b>				
Interest income	2	2	2	-
<b>Total Revenues</b>	<u>2</u>	<u>2</u>	<u>2</u>	<u>-</u>
<b>Expenditures:</b>				
Administrative expenses	16,450	16,450	16,450	-
Legal and professional fees	6,200	6,200	368	5,832
Audit fees	2,350	2,350	2,350	-
<b>Total Expenditures</b>	<u>25,000</u>	<u>25,000</u>	<u>19,168</u>	<u>5,832</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	25,000	25,000	25,000	-
Transfers out	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>2</u>	<u>2</u>	<u>5,834</u>	<u>5,832</u>
<b>Fund Balances - at beginning of the year</b>		<u>12,190</u>	<u>12,190</u>	
<b>Fund Balances - at end of the year</b>		<u>12,192</u>	<u>18,024</u>	

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

**Ozark Centre Transportation Development District**

Statement of Revenues Collected and Expenditures Paid -  
Debt Service Fund - Budget and Actual - Cash Basis  
For the Year Ended June 30, 2016

	Budgeted Amount Original	Budgeted Amount Final	Actual	Variance - Favorable (Unfavorable)
<b>Revenues:</b>				
Interest income	2	2	2	\$ -
<b>Total Revenues</b>	<u>2</u>	<u>2</u>	<u>2</u>	<u>\$ -</u>
<b>Expenditures:</b>				
Interest expense				
<b>Total Expenditures</b>	<u>198,800</u>	<u>198,800</u>	<u>198,800</u>	<u>\$ -</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	198,798	198,798	198,798	\$ -
Transfers out	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>198,798</u>	<u>198,798</u>	<u>198,798</u>	<u>\$ -</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ -</u>
<b>Fund Balances - at beginning of the year</b>		1	1	
<b>Fund Balances - at end of the year</b>		<u>1</u>	<u>1</u>	<u>\$ -</u>

**Ozark Centre Transportation Development District**

Statement of Revenues Collected and Expenditures Paid -  
Debt Service Reserve Fund - Budget and Actual - Cash Basis  
For the Year Ended June 30, 2016

	Budgeted	Budgeted	Actual	Variance - Favorable (Unfavorable)
	Amount Original	Amount Final		
<b>Revenues:</b>				
Interest income	\$ 20	\$ 20	\$ 19	\$ (1)
<b>Total Revenues</b>	<u>\$ 20</u>	<u>\$ 20</u>	<u>\$ 19</u>	<u>\$ (1)</u>
<b>Expenditures:</b>				
Administrative expenses	\$ -	\$ -	\$ 3	\$ (3)
<b>Total Expenditures</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3</u>	<u>\$ (3)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	\$ -	\$ -	\$ -	\$ -
Transfers out	(18)	(18)	(19)	(1)
<b>Total Other Financing Sources (Uses)</b>	<u>\$ (18)</u>	<u>\$ (18)</u>	<u>\$ (19)</u>	<u>\$ (1)</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>\$ 2</u>	<u>\$ 2</u>	<u>\$ (3)</u>	<u>\$ (5)</u>
<b>Fund Balances - at beginning of the year</b>		198,373	198,373	
<b>Fund Balances - at end of the year</b>		<u>\$ 198,375</u>	<u>\$ 198,370</u>	

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

**Ozark Centre Transportation Development District**

Statement of Revenues Collected and Expenditures Paid -  
 Redemption Fund - Budget and Actual - Cash Basis  
 For the Year Ended June 30, 2016

	Budgeted	Budgeted	Actual	Variance - Favorable (Unfavorable)
	Amount Original	Amount Final		
<b>Revenues:</b>				
Interest income	\$ 8	\$ 8	\$ 9	\$ 1
<b>Total Revenues</b>	<u>\$ 8</u>	<u>\$ 8</u>	<u>\$ 9</u>	<u>\$ 1</u>
<b>Expenditures:</b>				
Revenue bond principal repayment	\$ 720,000	\$ 720,000	\$ 720,000	\$ -
Administrative expenses	-	-	46	(46)
<b>Total Expenditures</b>	<u>\$ 720,000</u>	<u>\$ 720,000</u>	<u>\$ 720,046</u>	<u>\$ (46)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	\$ 722,137	\$ 722,137	\$ 722,137	\$ -
Transfers out	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>\$ 722,137</u>	<u>\$ 722,137</u>	<u>\$ 722,137</u>	<u>\$ -</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>\$ 2,145</u>	<u>\$ 2,145</u>	<u>\$ 2,100</u>	<u>\$ (45)</u>
<b>Fund Balances - at beginning of the year</b>		<u>2,610</u>	<u>2,610</u>	
<b>Fund Balances - at end of the year</b>		<u>\$ 4,755</u>	<u>\$ 4,710</u>	

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

**Ozark Centre Transportation Development District**

Statement of Revenues Collected and Expenditures Paid -

All Funds - Budget and Actual - Cash Basis

For the Year Ended June 30, 2016

	Budgeted Amount Original	Budgeted Amount Final	Actual	Variance - Favorable (Unfavorable)
<b>Revenues:</b>				
TDD sales tax revenues	\$ 1,000,000	\$ 1,000,000	\$ 1,061,679	\$ 61,679
Interest income	54	54	56	2
<b>Total Revenues</b>	<b>\$ 1,000,054</b>	<b>\$ 1,000,054</b>	<b>\$ 1,061,735</b>	<b>\$ 61,681</b>
<b>Expenditures:</b>				
Collection fees	\$ 420	\$ 420	\$ 385	\$ 35
Trustee fees	4,830	4,830	4,763	67
Bank fees	300	300	288	12
Administrative expenses	16,450	16,450	16,500	(50)
Legal and professional fees	6,200	6,200	368	5,832
Audit fees	2,350	2,350	2,350	-
Interest expense	198,800	198,800	198,800	-
Revenue bond principal repayment	720,000	720,000	720,000	-
<b>Total Expenditures</b>	<b>\$ 949,350</b>	<b>\$ 949,350</b>	<b>\$ 943,454</b>	<b>\$ 5,896</b>
<b>Other Financing Sources (Uses)</b>				
Transfers in	\$ 920,917	\$ 920,917	\$ 920,916	\$ (1)
Transfers out	(920,917)	(920,917)	(920,916)	1
<b>Total Other Financing Sources (Uses)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>\$ 50,704</b>	<b>\$ 50,704</b>	<b>\$ 118,281</b>	<b>\$ 67,577</b>
<b>Fund Balances - at beginning of the year</b>		<b>567,885</b>	<b>567,885</b>	
<b>Fund Balances - at end of the year</b>		<b>\$ 618,589</b>	<b>\$ 686,166</b>	

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

## **Compliance Section**

**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  
Ozark Centre Transportation Development District  
Ozark, 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, the financial statements of the governmental activities and each major fund of Ozark Centre Transportation Development District, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise Ozark Centre Transportation Development District's basic financial statements, and have issued our report thereon dated October 19, 2016.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Ozark Centre Transportation Development District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Ozark Centre Transportation Development District's internal control. Accordingly, we do not express an opinion on the effectiveness of Ozark Centre Transportation Development District'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 may exist that have not been identified.

**Compliance and Other Matters**

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



**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* (Concluded)**

**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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Wade Stables P.C.*

**Wade Stables P.C.**  
*Certified Public Accountants*

October 19, 2016  
Hannibal, Missouri