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Annual Report of Financial Transactions, 2006

Berger Levee District

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SUSAN MONTEE, CPA
Missouri State Auditor

September 14, 2007

Laura A. Lashley, Principal
Development Dynamics
1001 Boardwalk Springs Place, Suite 50
O'Fallon, MO 63368

RE: Big Bend Crossing Transportation Development District of St. Louis County

Fiscal Period: One Year Ended December 31, 2006 ✓

Dear Ms. Lashley:

In accordance with Section 105.145, RSMo, we acknowledge receipt of the financial report of your political subdivision for the above-described fiscal period.

Thank you for your cooperation in sending this information.

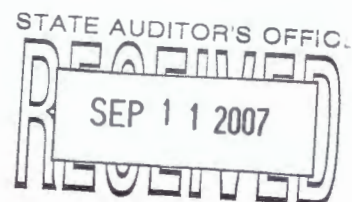
Sincerely,

SUSAN MONTEE, CPA
STATE AUDITOR

A handwritten signature in cursive script that reads "Judy Buerky".

Judy Buerky
Local Government Analyst

DEVELOPMENT DYNAMICS



September 7, 2007

Ms. Judy Buerky
Missouri State Auditor
P.O. Box 869
Jefferson City, MO 65102


RE: Big Bend Crossing Transportation Development District – AUDIT 2006

Dear Ms. Buerky,

Big Bend Crossing Transportation Development District is submitting the audit for the year ended December 31, 2006.

Please acknowledge receipt of the audit via return correspondence.

Sincerely,


Laura A. Lashley
Principal

Enclosure

cc: file
Armstrong Teasdale

1001 BOARDWALK SPRINGS PLACE
SUITE 50
O'FALLON, MO 63368

636.561.8602

636.561.8605

WWW.DEVELOPMENTDYNAMICS.ORG

**Big Bend Crossing Transportation
Development District**

Basic Financial Statements

And Management's Discussion and Analysis

Year Ended December 31, 2006

Big Bend Crossing Transportation Development District

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December 31, 2006

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100 North Sixth Street • P.O. Box 796 • Hannibal, Missouri 63401-0796 • Phone (573) 221-5998 • Fax (573) 221-2044

Independent Auditors' Report

To the Board of Directors
Big Bend Crossing Transportation Development District
Crestwood, Missouri

We have audited the accompanying financial statements of the governmental activities of Big Bend Crossing Transportation Development District as of and for the year ended December 31, 2006, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the District prepares its financial statements on the cash basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position - cash basis of the governmental activities of Big Bend Crossing Transportation Development District as of December 31, 2006 and the respective changes in financial position - cash basis, for the year then ended in conformity with the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 6, 2007, on our consideration of the Big Bend Crossing 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and budgetary comparison information are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Wade Stables P.C.
Certified Public Accountants

July 6, 2007
Hannibal, Missouri

Management's Discussion and Analysis

Big Bend Crossing Transportation Development District

Management's Discussion and Analysis For the Year Ended December 31, 2006 (Unaudited)

The discussion and analysis of the Big Bend Crossing Transportation Development District's financial performance provides an overview and analysis of the District's financial statements for the fiscal year ended December 31, 2006. It should be read in conjunction with the accompanying basic financial statements.

Financial Highlights

- The assets of Big Bend Crossing Transportation Development District exceeded its liabilities at the close of the years ending December 31, 2006 and 2005 by \$104,663 and \$101,505, (net assets), respectively. Of this amount, \$18,689 and \$24,677 (unrestricted net assets) may be used to meet the District's ongoing obligations to citizens and creditors.
- The District's total net assets increased by \$3,158 for the year ended December 31, 2006. The overall revenues for the District decreased by \$976 from the prior year, however, the debt service payments decreased by \$13,150 from the prior year. This was the main reason for the overall increase in net assets.
- The District's total net assets decreased by \$17,976 for the year ended December 31, 2005. The decrease in net assets for 2005 can be attributed to a decrease in sales tax revenues and an increase in payments of debt service and administrative expenses.
- The District's revenue bonds payable decreased by \$60,000 for the year ending December 31, 2006 and \$70,000 for the year ending December 31, 2005. The amount due for the revenue bonds were \$1,365,000 and \$1,425,000, for the years ended December 31, 2006 and 2005, respectively. The district made interest payments of \$74,156 and \$77,306, for the years ended December 31, 2006 and 2005 respectively.

Using This Other Comprehensive Basis of Accounting Report (OCBOA)

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 Big Bend Crossing 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

The fund financial statements provide detailed information about the major funds.

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 Big Bend Crossing Transportation Development District maintains two individual governmental funds. Information is presented in the Statement of Net Assets - Cash Basis, for the Sales Tax Trust Fund and the Revenue/Debt Service Fund, which are considered major funds.

Big Bend Crossing Transportation Development District
Management's Discussion and Analysis
For the Year Ended December 31, 2006
(Unaudited)

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.

Sales Tax Trust Fund Budgeting Highlights

For the year ending December 31, 2006, actual expenditures on a budgetary basis were \$151,637, compared to the budget amount of \$159,677. The \$8,040 positive variance is mainly the result of spending less than budgeted on legal expenses and audit fees.

For the year ending December 31, 2005, actual expenditures on a budgetary basis were \$167,091, compared to the budget amount of \$164,863. This \$2,228 negative variance was mainly due to spending less for legal fees, auditing fees and trustee fees and spending more than budgeted for bond repayment and interest expense.

For the year ending December 31, 2006, actual revenues on a budgetary basis were \$145,649, compared to the budget amount of \$150,000. The \$4,351 negative variance was due to sales tax revenues being less than budgeted for the year.

The District's actual revenues on a budgetary basis for year ending December 31, 2005 were \$149,115, compared to the budgeted amount of \$165,000. The negative variance of \$15,885 was mainly the result of sales tax revenues being less than budgeted by \$17,160 and interest income being more than budgeted by \$1,275.

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 enjoyed steady growth in recent years and hopes to continue the trend in the next fiscal year. 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.

Big Bend Crossing Transportation Development District

Statement of Net Assets and Governmental

Funds Balance Sheet - Cash Basis

December 31, 2006

	Sales Tax Trust Fund	Revenue/ Debt Service Fund	Total Governmental Funds	Adjustments	Statement of Net Assets
Assets					
Cash and equivalents	\$ 18,689	\$ 85,974	\$ 104,663	\$ -	\$ 104,663
Total Assets	<u>\$ 18,689</u>	<u>\$ 85,974</u>	<u>\$ 104,663</u>	<u>\$ -</u>	<u>\$ 104,663</u>
Liabilities and Fund Balance / Net Assets					
Fund Balance:					
Reserved for debt service	\$ -	\$ 85,974	\$ 85,974	\$ (85,974)	\$ -
Unreserved	18,689	-	18,689	(18,689)	-
Total liabilities and fund balance	<u>\$ 18,689</u>	<u>\$ 85,974</u>	<u>\$ 104,663</u>	<u>\$ (104,663)</u>	<u>\$ -</u>
Net Assets:					
Restricted for debt service				\$ 85,974	\$ 85,974
Unrestricted				18,689	18,689
Total Net Assets				<u>\$ 104,663</u>	<u>\$ 104,663</u>

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

Big Bend Crossing Transportation Development District

Statement of Activities and Governmental Fund Revenues, Expenditures, and
Changes in Fund Balances - Cash Basis
For the Year Ended December 31, 2006

	Sales Tax Trust Fund	Revenue/ Debt Service Fund	Total Governmental Funds	Adjustments	Statement of Activities
Expenditures/Expenses:					
1% collection fee	\$ 1,582	\$ -	\$ 1,582	\$ -	\$ 1,582
Bank service charges	-	-	-	-	-
Administrative fees	4,686	-	4,686	-	4,686
Legal expenses	-	-	-	-	-
Audit fee	2,750	-	2,750	-	2,750
Trustee fees	-	1,737	1,737	-	1,737
Revenue bond principal repayment	-	60,000	60,000	-	60,000
Interest expense	-	74,156	74,156	-	74,156
Miscellaneous expense	-	70	70	-	70
Total Expenditures/Expenses	\$ 9,018	\$ 135,963	\$ 144,981	\$ -	\$ 144,981
General Revenues:					
TDD sales tax revenues	\$ 145,649	\$ -	\$ 145,649	\$ -	\$ 145,649
Interest income	-	2,490	2,490	-	2,490
Total General Revenues	\$ 145,649	\$ 2,490	\$ 148,139	\$ -	\$ 148,139
Excess (Deficiency) of Revenues Over Expenditures	\$ 136,631	\$ (133,473)	\$ 3,158	\$ -	\$ 136,631
Other Financing Sources (Uses)					
Transfers in	\$ -	\$ 142,619	\$ 142,619	\$ -	\$ 142,619
Transfers out	(142,619)	-	(142,619)	-	(142,619)
Total Other Financing Sources (Uses)	\$ (142,619)	\$ 142,619	\$ -	\$ -	\$ -
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	\$ (5,988)	\$ 9,146	\$ 3,158	\$ (3,158)	\$ -
Change in net assets	-	-	-	3,158	3,158
Fund balance/net assets:					
Beginning of Year	101,505	-	101,505	-	101,505
Prior Period Adjustment	(76,828)	76,828	-	-	-
End of Year	<u>\$ 18,689</u>	<u>\$ 85,974</u>	<u>\$ 107,821</u>	<u>\$ -</u>	<u>\$ 104,663</u>

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

Big Bend Crossing Transportation Development District

Notes to Financial Statements

December 31, 2006

1) Significant Accounting Policies

On June 25, 2001, the Circuit Court of the County of St. Louis (the "Court") entered a Judgment and Order Organizing a Transportation Development District (the "Order") which established the Big Bend Crossing Transportation Development District (the "District") as a political subdivision of the state of Missouri created under the Missouri Transportation Development District Act, sections 238.200 through 238.275 of the Revised Statutes of Missouri, as amended (the "TDD Act"). The District has an area of approximately 16.50 acres and they operate under a Board of Directors for the purpose to fund, promote, plan, design, construct, improve, maintain, and operate certain transportation improvements, or to assist in any such activity.

The District has imposed a sales tax pursuant to the TDD Act at a rate of 1/4 of one percent (the "TDD Sales Tax"), effective on the first day of the month 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 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.

On October 9, 2001, the District entered into an Intergovernmental Cooperation Agreement with the City of Crestwood, Missouri (the "Cooperation Agreement") whereby the District agrees to finance the Developer's construction of the Transportation Project in accordance with the Developer's obligations to the City under the Development Contract in exchange for the City's agreement to collect and remit the TDD Sales Tax as reimbursement for the actual costs incurred by the Developer in the construction and implementation of the Transportation Project.

On April 23, 2002, the District entered into a First Amended and Restated Intergovernmental Cooperation Agreement with the City of Crestwood, Missouri. The parties desired to amend the Prior Agreement with the terms of this Agreement to increase the amount of Reimbursable Transportation Project Costs and to expand the Transportation Project to include the Internal Streets, as defined in the Development Contract. This Agreement promotes and protects the health, safety, morals, and welfare of the public by allowing the District's revenues to finance the Transportation Project, thereby alleviating the impact of the Transportation Project on the tax revenues of the City and other taxing jurisdictions.

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 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.

Big Bend Crossing Transportation Development District

Notes to Financial Statements

December 31, 2006

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 page 4 for Statement of Net Assets and Governmental funds Balance Sheet - Cash Basis and page 5 for 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

Sales Tax Trust Fund - The 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.

Debt Service Fund - (a) Except as provided herein, all amounts paid and credited to the TDD 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 District authorizes and directs the Fiscal Agent to withdraw sufficient moneys from the TDD Debt Service Fund to pay principal of an interest on the Bonds as the same become due and payable.

(c) Upon payment in full of the principal of and interest on the Bonds (or provision has been made for the payment thereof as specified in the Bond Resolution) and the fees, charges and expenses of the Fiscal Agent and any other amounts required to be paid under the Bond Resolution, all amounts remaining on deposit in the TDD Debt Service Fund shall be paid to the District.

(d) Moneys in the TDD Debt Service Fund shall be held by the Fiscal Agent uninvested.

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 basis of accounting other than Generally Accepted Accounting Principles (GAAP). Under 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:

Big Bend Crossing Transportation Development District

Notes to Financial Statements

December 31, 2006

C) Budgets And Budgetary Accounting (Concluded)

- a) A budget message describing the important features of the budget and major changes from the preceding year;
 - 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.
- 2) 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.
 - 3) 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.
 - 4) 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.
 - 5) 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 2006 budget was approved at the regular scheduled Board of Directors meetings.

2) Cash and Investments

At year-end, the carrying amount of the District's deposits was \$104,663 and the bank balance was \$104,663. Of the bank balance, \$104,663 was covered by federal depository insurance.

3) Commitments

The District has entered into an Intergovernmental Cooperation Agreement with the City of Crestwood, Missouri (the "Cooperation Agreement") pursuant to which the City agrees to perform all functions incident to the administration, collection, enforcement and operation of the TDD Sales Tax or to provide for the performance of such functions. The City, having collected or received the TDD Sales Tax, shall deposit all TDD Revenues into the TDD Sales Tax Account. The City may deduct from the TDD Revenues on deposit in the TDD Sales Tax Account the cost of collection of the TDD Sales Tax in an amount not to exceed one percent (1%) of the total amount collected. Monies on deposit in the TDD Sales Tax Account after deduction of the City's collection costs shall not be deemed to be City funds and shall not be commingled with any funds of the City. The District's Board of Directors may, in its sole discretion, direct the City to invest any or all of the monies deposited into the TDD Sales Tax Account in accordance with applicable laws relating to investment of District funds. All interest earned upon the balance in the TDD Sales Tax Account shall be deposited to the credit of the TDD Sales Tax Account.

Big Bend Crossing Transportation Development District

Notes to Financial Statements

December 31, 2006

3) Commitments (Concluded):

Per the Intergovernmental Cooperation Agreement, beginning in the first month following the effective date of the TDD Sales Tax and continuing each month thereafter until the expiration or repeal of the TDD Sales Tax, the City shall distribute, as directed by the District, the monies deposited into the TDD Sales Tax Account during the preceding month, which monies shall be applied solely to pay the Transportation Project Costs. The District shall direct the City to apply the monies on deposit in the TDD Sales Tax Account in such amount and in such manner as may be authorized by the District's Board of Directors, the executive director of the District shall direct the City to apply these monies as follows: (a) first, to payment of TDD Administrative Costs; (b) second, to payment of interest becoming due and payable on any TDD Obligations; (c) third, to payment or redemption of principal becoming due and payable on any TDD Obligations; and (d) fourth, to the optional redemption of any TDD Obligations.

4) Litigation

At December 31, 2006, there were no claims or lawsuits pending against the District.

5) Taxes

The District has imposed a sales tax pursuant to the TDD Act at a rate of 1/4 of one percent, effective November 1, 2001, (the "TDD Sales Tax") 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) The Bonds

Big Bend Crossing Transportation Development District (the "District") approved Bond Resolution No. 02-002 (the "Bond Resolution") authorizing the issuance of the Big Bend Crossing Transportation Development District Transportation Revenue Bonds, Series 2002 (Big Bend Crossing Project) in the aggregate principal amount of \$1,555,000 (the "Bonds") on July 15, 2002.

Under Bond Resolution No. 02-002, the District determined that it is in the best interest of the District to sell the Bonds at a private sale, without advertisement, to the original purchasers thereof at a price equal to 100% of their face value.

The Bonds shall mature on January 1, 2022 (subject to redemption and payment prior to maturity as provided in Article III of Resolution 02-002). The Bonds shall bear interest at the rate of Five and One Quarter Percent (5 1/4%) per annum. Interest shall be computed on the basis of 360-day year of twelve 30-day months from the registration date or from the most recent Interest Payment Date to which interest has been paid or duly provided for. Interest shall be payable semiannually on July 1 and January 1 in each year, beginning on January 1, 2003 (or the next Business Day thereafter if the Interest Payment Date is not a Business Day).

UMB Bank, N.A. is designated as the Fiscal Agent for the payment of the principal of and interest on the Bonds.

The Bonds and interest thereon shall be special, limited obligations of the District payable solely from the Available Revenues and other moneys designated thereto and held by the Fiscal Agent as provided. The Bonds and interest thereon do not constitute a debt of the District, the City, the Missouri Highways and Transportation Commission, the State or any political subdivision thereof, and do not constitute indebtedness, within the meaning of any constitutional or statutory debt limitation or restriction.

As of December 31, 2006, the District had a balance of \$1,365,000 in revenue bonds payable. During 2006, the District made principal payments in the amount of \$60,000 and interest payments in the amount of \$74,156.

Big Bend Crossing Transportation Development DistrictNotes to Financial Statements
December 31, 2006**6) The Bonds (Concluded):**

The following is a summary of revenue bonds payable as of December 31, 2006:

Revenue bonds payable, January 1, 2006	\$	1,425,000
Bonds issued		-
Bonds retired		(60,000)
Revenue bonds payable, December 31, 2006	\$	<u>1,365,000</u>

Debt service requirements are as follows for the Bonds:

Year Ended December 31,	Principal	Interest	Total
2007	\$ 67,000	\$ 70,875	\$ 137,875
2008	76,000	67,148	143,148
2009	78,000	63,131	141,131
2010	80,000	59,010	139,010
2011	82,000	54,784	136,784
2012 - 2016	440,000	206,850	646,850
2017 - 2021	490,000	85,444	575,444
2022	52,000	1,365	53,365
	<u>\$ 1,365,000</u>	<u>\$ 608,606</u>	<u>\$ 1,973,606</u>

7) Prior Period Adjustment

The prior period adjustment is the result of presenting only the General Fund at December 31, 2005. The account held with the trustee, UMB Bank, is a Revenue/Debt Service Fund, and as such, the account balance and the yearly activity should have been shown separately in the Revenue/Debt Service Fund. The cash balance in this account at December 31, 2005, was \$76,828. This balance is reflected as a prior period adjustment to Net Assets for the General Fund and the Revenue/Debt Service Fund.

Required Supplementary Information

Big Bend Crossing Transportation Development District

Statement of Revenues Collected and Expenditures Paid -

Sales Tax Trust Fund - Budget and Actual - Cash Basis

For the Year Ended December 31, 2006

	Budgeted Amount Original/Final	Actual	Variance - Favorable (Unfavorable)
Revenues:			
TDD sales tax income	\$ 150,000	\$ 145,649	\$ (4,351)
Interest earnings	-	-	-
Total Revenues	<u>\$ 150,000</u>	<u>\$ 145,649</u>	<u>\$ (4,351)</u>
Expenditures:			
1% collection fee	\$ 1,597	\$ 1,582	\$ 15
Bank service charges	100	-	100
Administrative expenses	5,000	4,686	314
Legal expenses	5,000	-	5,000
Audit fee	4,000	2,750	1,250
Trustee fees	-	-	-
Revenue bond principal repayment	-	-	-
Interest expense	-	-	-
Miscellaneous expense	-	-	-
Total Expenditures	<u>\$ 15,697</u>	<u>\$ 9,018</u>	<u>\$ 6,679</u>
Other Financing Sources (Uses)			
Transfers in	\$ -	\$ -	\$ -
Transfers out	(143,980)	(142,619)	1,361
Total Other Financing Sources (Uses)	<u>\$ (143,980)</u>	<u>\$ (142,619)</u>	<u>\$ 1,361</u>
Increase (Decrease) in Net Assets	<u>\$ (9,677)</u>	<u>\$ (5,988)</u>	<u>\$ 3,689</u>
Net Assets - at beginning of the year		101,505	
Prior Period Adjustment		(76,828)	
Net Assets - at end of the year		<u>\$ 18,689</u>	

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

Big Bend Crossing Transportation Development District

Statement of Revenues Collected and Expenditures Paid -
Revenue/Debt Service Fund - Budget and Actual - Cash Basis
For the Year Ended December 31, 2006

	Budgeted Amount Original/Final	Actual	Variance - Favorable (Unfavorable)
Revenues:			
TDD sales tax income	\$ -	\$ -	\$ -
Interest earnings	-	2,490	2,490
Total Revenues	<u>\$ -</u>	<u>\$ 2,490</u>	<u>\$ 2,490</u>
Expenditures:			
1% collection fee	\$ -	\$ -	\$ -
Bank service charges	-	-	-
Administrative expenses	-	-	-
Legal expenses	-	-	-
Audit fee	-	-	-
Trustee fees	2,000	1,737	263
Revenue bond principal repayment	141,980	60,000	81,980
Interest expense	-	74,156	(74,156)
Miscellaneous expense	-	70	(70)
Total Expenditures	<u>\$ 143,980</u>	<u>\$ 135,963</u>	<u>\$ 8,017</u>
Other Financing Sources (Uses)			
Transfers in	\$ 143,980	\$ 142,619	\$ (1,361)
Transfers out	-	-	-
Total Other Financing Sources (Uses)	<u>\$ 143,980</u>	<u>\$ 142,619</u>	<u>\$ (1,361)</u>
Increase (Decrease) in Net Assets	<u>\$ -</u>	<u>\$ 9,146</u>	<u>\$ 9,146</u>
Net Assets - at beginning of the year		-	
Prior Period Adjustment		<u>76,828</u>	
Net Assets - at end of the year		<u>\$ 85,974</u>	

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

Other Supplementary Information

Big Bend Crossing Transportation Development District

Statement of Revenues Collected and Expenditures Paid -
 Summary of All Funds - Budget and Actual - Cash Basis
 For the Year Ended December 31, 2006

	Budgeted Amount Original/Final	Actual	Variance - Favorable (Unfavorable)
Revenues:			
TDD sales tax income	\$ 150,000	\$ 145,649	\$ (4,351)
Interest earnings	-	2,490	2,490
Total Revenues	\$ 150,000	\$ 148,139	\$ (1,861)
Expenditures:			
1% collection fee	\$ 1,597	\$ 1,582	\$ 15
Bank service charges	100	-	100
Administrative expenses	5,000	4,686	314
Legal expenses	5,000	-	5,000
Audit fee	4,000	2,750	1,250
Trustee fees	2,000	1,737	263
Revenue bond principal repayment	141,980	60,000	81,980
Interest expense	-	74,156	(74,156)
Miscellaneous expense	-	70	(70)
Total Expenditures	\$ 159,677	\$ 144,981	\$ 14,696
Other Financing Sources (Uses)			
Transfers in	\$ 143,980	\$ 142,619	\$ (1,361)
Transfers out	(143,980)	(142,619)	1,361
Total Other Financing Sources (Uses)	\$ -	\$ -	\$ -
Increase (Decrease) in Net Assets	\$ (9,677)	\$ 3,158	\$ 12,835
Net Assets - at beginning of the year		101,505	
Prior Period Adjustment		-	
Net Assets - at end of the year		\$ 104,663	

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

Compliance Section



100 North Sixth Street • P.O. Box 796 • Hannibal, Missouri 63401-0796 • Phone (573) 221-5998 • Fax (573) 221-2044

**Report on Internal Control over Financial Reporting and on Compliance
Based on an Audit of Financial Statements Performed in
Accordance with Government Auditing Standards**

To the Board of Directors
Big Bend Crossing Transportation Development District
Crestwood, Missouri

We have audited the financial statements of the governmental activities and each major fund of Big Bend Crossing Transportation Development District, as of and for the year ended December 31, 2006, which collectively comprise the District's basic financial statements and have issued our report thereon dated July 6, 2007. As described in our report on the financial statements, the Big Bend Crossing Transportation Development District prepares its financial statements on the basis of cash receipts and disbursements. This basis is a comprehensive basis of accounting other than U.S. generally accepted accounting principles. We conducted our audit in accordance with the U.S. generally accepted accounting principles and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Big Bend Crossing Transportation Development District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Big Bend Crossing Transportation Development District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Big Bend Crossing Transportation Development District's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Big Bend Crossing Transportation Development District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a material misstatement of the Big Bend Crossing Transportation Development District's financial statements that is more than inconsequential will not be prevented or detected by the Big Bend Crossing Transportation Development District's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Big Bend Crossing Transportation Development District's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Big Bend Crossing Transportation Development District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of 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*.

This report is intended solely for the information and use of management and is not intended to be and should not be used by anyone other than this specified party.



Wade Stables P.C.
Certified Public Accountants

July 6, 2007
Hannibal, Missouri