

**CITY OF BELTON, MISSOURI**

**FINANCIAL STATEMENTS**  
**WITH INDEPENDENT AUDITOR'S**  
**REPORT THEREON**

**FOR THE YEAR ENDED**  
**MARCH 31, 2022**

**Prepared by: Finance Department**

# CITY OF BELTON, MISSOURI

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**CITY OF BELTON**  
**506 Main St**  
**Belton, MO 64012**  
**816-331-4331**

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

This section of The City of Belton's Comprehensive Annual Financial Report provides readers with a narrative overview and analysis of the City's financial performance during the fiscal year that ended on March 31, 2022. We encourage readers to consider the information presented here in conjunction with the letter of transmittal at the front of this report, the City's basic financial statements, and notes to the financial statements, to enhance their understanding of the activities and financial health of the City of Belton.

### **FINANCIAL HIGHLIGHTS**

- The City's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$112,953,453 (net position). Of the assets that may be used to meet the City's ongoing obligations to citizens and creditors (unrestricted net position), the City had a surplus amount of \$7,799,172. This is predominantly due to the reporting of Tax Increment Financing (TIF) debt obligations for which the City must record the debt liability but has no offsetting assets.
- The City's total net position increased approximately \$17.5 million during fiscal year 2022. Of this amount, the City's "governmental" activities net position increased \$11.1 million (25.1%). The City's "business-type activities" net position increased \$6.4 million (12.6%).
- The City's governmental funds have a combined fund balance at March 31, 2022 of \$34.8 million; an increase of \$1.6 million in comparison with the prior year.
- Of the \$34.8 million combined governmental fund balance, approximately \$2.9 million is available for spending at the City's discretion (unassigned fund balance). Of the remaining balance, \$25.3 million is restricted for use in special revenue and capital project funds, \$3.2 million has been committed by the City Council as an emergency reserve fund and \$3.3 million has been assigned by the City Manager for general capital items or projects.
- At the end of the current fiscal year, the General Fund had a fund balance of \$10.6 million, or 56% of the total General Fund expenditures.
- The Golf fund required a transfer of funds in the amount of \$245,633 from the General Fund to fund payments related to long-term debt obligations.

- The City paid off the TIF Revenue Bond related to Belton Town Centre and the TIF was closed in March, 2021.
- The Southview Commerce Center continued to develop, and buildings were completed and businesses were operational in fiscal year 2022. The construction for Chewy was completed in fiscal year 2022 and begin operations shortly thereafter. This complex has brought \$143 million of investment into Belton and has added an estimated 2,000 additional jobs.

## OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is provided as an introduction to the City's *Basic Financial Statements*. The Basic Financial Statements contain three components: government-wide financial statements, fund financial statements, and notes to the financial statements. This report also contains other *Required Supplementary Information*, a *Supplemental Information* section that presents *combining statements* for non-major governmental funds and fiduciary funds, along with actual and budget comparison schedules for the major funds related to Debt Service and Capital Projects and all non-major governmental funds. We have also included a *Statistical Section* which contains other information and data to assist users in analyzing the operations of the City.

### Government-wide Statements

The government-wide financial statements include the statement of net position and the statement of activities. These statements are designed to provide readers with a broad overview of the City's finances in a manner similar to a private-sector business.

The statement of net position presents information on all of the City's assets, deferred outflow of resources, liabilities and deferred inflow of resources, with the difference between the sum of assets and deferred outflow of resources minus the sum of liabilities and the inflow of resources reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. To assess the overall health of the City, consideration should be given to additional non-financial factors, such as changes in the City's property tax base and the condition of the City's roads and water and sewer infrastructure.

The statement of activities presents information showing all the government's revenues and expenses for the fiscal year, regardless of the timing of related cash flows. All changes in net position are reported as soon as the underlying event giving rise to the change occurs and may result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation and sick leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include public safety, public works, parks and recreation, community development and general administration. The business-type activities for the City include water, sewer, residential solid waste disposal and Eagles' Landing Golf Course.

## **Fund Financial Statements**

The fund financial statements provide more detailed information about the City's most significant *funds*, not the City as a whole. A fund is a grouping of related accounts that is used to keep track of and segregate specific sources of funding and spending for particular purposes. The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The funds of the City can be divided into the following two categories: governmental funds and proprietary funds.

***Governmental funds:*** Most of the City's basic services are reported in governmental funds which focus on how cash flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can be readily converted to cash.

The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps determine the availability of financial resources that can be spent in the near future to finance the City's programs. The reconciliation schedules following the governmental fund financial statements explain the relationships or differences from activities reported in the governmental fund financial statement to the amounts reported in the government-wide financial statements.

***Proprietary funds:*** Services for which the City charges customers a fee to cover the cost of operations are generally reported in proprietary funds. Proprietary fund statements, like the government-wide financial statements, provide both long-term and short-term financial information. The City's proprietary fund Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position is the same as the business-type activities reported in the government-wide financial statements, but provides more detail and additional information such as the cash flow information for proprietary funds.

## **Notes to Financial Statements**

The notes provide additional information that is essential to obtain a full understanding of the data provided in the government-wide and fund financial statements.

## **Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information that further explains and supports the information in the financial statements, including budgetary comparison schedules. In addition to these required components, a section with combining statements is included which provides fund level detail about the City's non-major governmental funds.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

### Net Position

As discussed earlier, net position may serve as one useful indicator of a government's financial condition. As of March 31, 2022, the City's total net position was \$112,953,553. Table A provides a summary of the City's governmental and business-type net position comparing fiscal years 2021 and 2022.

Table A  
Combined Statement of Net Position

	Governmental Activities		Business-type Activities		Total	
	2021	2022	2021	2022	2021	2022
<b>Assets</b>						
Current and other assets						
Cash and other assets	\$ 37,756,574	\$ 49,613,641	\$ 25,290,766	\$ 31,919,586	\$ 63,047,340	\$ 81,533,227
Total capital assets	99,660,014	104,061,862	49,355,476	48,971,172	149,015,490	153,033,034
Total assets	\$ 137,416,588	\$ 153,675,503	\$ 74,646,242	\$ 80,890,758	\$ 212,062,830	\$ 234,566,261
Deferred outflows of resources	\$ 6,974,502	\$ 4,731,909	\$ 608,855	\$ 453,568	\$ 7,583,357	\$ 5,185,477
<b>Liabilities</b>						
Current and other liabilities	\$ 3,896,078	\$ 8,020,174	\$ 1,356,100	\$ 3,079,574	\$ 5,252,178	\$ 11,099,748
Long-term debt outstanding	94,018,230	84,191,603	22,580,113	19,531,051	116,598,343	103,722,654
Total liabilities	\$ 97,914,308	\$ 92,211,777	\$ 23,936,213	\$ 22,610,625	\$ 121,850,521	\$ 114,822,402
Deferred inflows of resources	\$ 2,304,359	\$ 10,923,327	\$ 76,962	\$ 1,052,556	\$ 2,381,321	\$ 11,975,883
<b>Net Position</b>						
Net investment in capital assets	\$ 57,772,439	\$ 61,101,472	\$ 27,099,047	\$ 28,164,932	\$ 84,871,486	\$ 89,266,404
Restricted:						
Other purposes	9,895,815	9,849,682	-		9,895,815	9,849,682
Debt Service	5,398,303	5,787,127	246,311	251,068	5,644,614	6,038,195
Unrestricted	(28,741,134)	(21,465,973)	23,896,564	29,265,145	(4,844,570)	7,799,172
Total net position	\$ 44,325,423	\$ 55,272,308	\$ 51,241,922	\$ 57,681,145	\$ 95,567,345	\$ 112,953,453

At the end of the current fiscal year, the City's total net position of \$112.9 million increased \$17.5 million from the prior year. Of this \$112.9 million, \$55.3 million is attributed to governmental activities and \$57.7 million is attributable to business-type activities.

The City's total unrestricted net position at the end of fiscal year 2022 was \$7.8 million which is the sum of the unrestricted net position for the City's business-type activities, a positive \$29.3 million and unrestricted net assets for governmental activities which were negative \$21.5 million. The majority is the direct result of the City's Tax Increment Financing (TIF) debt and development obligations that are paid with incremental revenue generated within the redevelopment area over the life of the TIF plan. If the life of the TIF plan expires before the obligations are repaid, there will be no further obligation to the City to continue making payments and the obligations will be written

off. The balance is mainly the result of debt issued to make improvements to the Highway Y/71 interchange which is owned by the state. Those improvements benefited the City by helping to encourage development and will be repaid with special purpose sales tax revenues, which will be collected over time and used to retire the debt issuance.

The City has a net position of \$6.0 million which is restricted for debt service. These funds are being held to make required debt service payments and are restricted by bond covenants. Additionally, the City has a net position of \$9.8 million that is to be used for other purposes.

The largest category of the City's net position, \$89.3 million, reflects its investment in capital assets (e.g. land, infrastructure, buildings, machinery and equipment), less any related outstanding debt used to acquire those assets. The City uses these capital assets to provide services to its citizens; therefore, they are not available for future spending. Because they are not available for future spending, the resources needed to liquidate the related debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.



## Changes in Net Position

Table B reflects the change in net position for the City's activities for the years ending March 31, 2021 and 2022.

**Table B**  
**City of Belton, Missouri - Changes in Net Position**

	Governmental Activities		Business-type Activities		Total	
	2021	2022	2021	2022	2021	2022
<b>Revenues</b>						
<u>Program revenues</u>						
Charges for services	\$ 7,824,869	\$ 9,168,501	\$ 18,187,680	\$ 19,254,523	\$ 26,012,549	\$ 28,423,024
Operating grants and contributions	2,973,135	2,394,760	5,574	2,207,359	2,978,709	4,602,119
Capital grants and contributions	1,669,669	686,136	1,057,017	-	2,726,686	686,136
<u>General Revenues</u>						
Taxes:						
Property taxes-general purposes	1,854,330	1,978,700	-	-	1,854,330	1,978,700
Property taxes-specific purposes	5,024,260	5,502,802	-	-	5,024,260	5,502,802
Franchise taxes and other taxes	8,020,741	5,861,427	-	-	8,020,741	5,861,427
Sales taxes	14,490,893	16,947,747	-	-	14,490,893	16,947,747
Grants and contributions not restricted to specific programs	1,201,390	18,962	-	-	1,201,390	18,962
Unrestricted investment earnings	360,999	(884,644)	155,296	(833,857)	516,295	(1,718,501)
Miscellaneous	397,496	227,574	19,401	10,129	416,897	237,703
Total revenues	43,817,782	41,901,965	19,424,968	20,638,154	63,242,750	62,540,119
<b>Expenses</b>						
Governmental activities:						
General government	3,955,095	3,676,477	-	-	3,955,095	3,676,477
Public safety	6,079,897	5,287,449	-	-	6,079,897	5,287,449
Public works	5,145,426	6,223,870	-	-	5,145,426	6,223,870
Fire and emergency services	5,874,597	5,577,986	-	-	5,874,597	5,577,986
Emergency management	107,849	197,503	-	-	107,849	197,503
Parks and recreation	3,701,011	4,193,506	-	-	3,701,011	4,193,506
Community development	3,827,482	1,311,870	-	-	3,827,482	1,311,870
Municipal jail	461,507	563,329	-	-	461,507	563,329
Interest on long-term debt	3,567,351	3,048,457	-	-	3,567,351	3,048,457
Business-type activities	-	-	14,034,056	14,920,564	14,034,056	14,920,564
Total expenses	32,720,215	30,080,447	14,034,056	14,920,564	46,754,271	45,001,011
Changes in net position before transfers	11,097,567	11,821,518	5,390,912	5,717,590	16,488,479	17,539,108
Transfers & loss on disp of assets	(247,856)	(721,633)	247,856	721,633	-	-
Changes in net position	10,849,711	11,099,885	5,638,768	6,439,223	16,488,479	17,539,108
Net position at beginning of year	33,322,712	44,172,423	45,603,154	51,241,922	78,925,866	95,414,345

The City's net position increased by \$17.5 million (18.0%) for the fiscal year ended March 31, 2022.

To determine the functional cost of the City, the Statement of Activities demonstrates the net cost of each major activity of the City. The purpose of this statement is to measure the gross expenses of \$45.0 million (including depreciation charges), against charges for services, as well as grants and contributions of \$33.7 million. This resulted in a net cost of \$11.3 million to taxpayers. In fiscal year 2022 these costs were funded by property taxes in the amount of \$7.5 million, franchise and other taxes in the amount of \$5.9 million, sales taxes in the amount of \$16.9 million and interest earnings and other miscellaneous revenues and transfers totaling (\$1.4 million). This resulted in an increase in unrestricted fund balance of \$7.8 million.

**Governmental Activities:** Governmental activities increased the City's net position by \$11.1 million. Total revenues from governmental activities decreased by \$1.9 million and governmental activity expenses decreased \$2.6 million from the prior fiscal year.

Total governmental activities' revenue for the fiscal year was \$41.9 million. Charges for services, (e.g. ambulance fees, street impact fees, membership fees and entrance fees to the City's community center and outdoor water park) account for 22% of the governmental activities revenue and increased \$1.3 million from the prior fiscal year. This increase was due in large part to all government facilities fully operational after COVID-19.

Property taxes account for 17.9% of the total governmental activities revenue and increased \$602,912 (16.23%) from the prior fiscal year. This increase was due to an increase in the real property and personal property assessed values. Revenues from capital grants and contributions decreased \$983,533 (58.9%) from the prior fiscal year. This decrease was attributable to funds received in the prior year for the CARES Act (COVID-19 relief). Franchise and other taxes account for 14% of the governmental activities revenue and decreased by \$2.1 million (26.9%) as a result of a decrease in gas, electric and wireless franchise taxes.

Sales tax revenue increased 16.9% (\$2.5 million) to \$16.9 million. The increase is attributable to an increase in sales throughout the City. Sales tax revenue accounts for 40% of the total revenues related to governmental activities.

Total governmental activities' expense for the fiscal year was \$30.1 million, a decrease of \$2.6 million (8.07%) as compared to the prior fiscal year. Community Development expense decreased \$2.5 million (65.72%) from the last fiscal year to \$1.3 million as the Belton Town Centre TIF closed. Public Works expense increased \$1.1 million (20.9%) from the prior fiscal year to \$6.2 million as a result of more work on culvert repairs and crack sealing, as well as general engineering costs throughout the City. Public Safety expense decreased by \$792,448 (13%) to \$5.3 million as a result of vacant public safety positions. Fire and Emergency Services expense decreased \$296,611 (5%) to \$5.6 million as a result of adjusting accrual amounts at year-end. Interest expense on long-term debt decreased from the prior fiscal year \$518,894 (15%) to \$3.0 million. This is a result of the reduction in the debt, as well as the of Belton Town Centre TIF bond being closed.

**Business-type Activities:** Business-type activities increased the City's net position by \$6.4 million. Key elements of this increase are as follows:

The Sewer Fund recorded an increase of \$1.8 million in net position for the year. Revenues from user fees increased \$506,142 (6%) as compared with the prior fiscal year due to an increase of sewer customers. Operating expenses increased \$81,366 (<1%) from the prior fiscal year. The increase in operating expenses is due primarily to an increase in personnel services. The Sewer Fund's operating income was \$2.9 million for fiscal year 2022, which is a \$425,776 increase from fiscal year 2021. The City Council anticipates sewer treatment plant and inflow & infiltration repairs to be significant in the near future, therefore funds are being accumulated so that segments of this project can be completed as funds allow.

The Water Fund recorded an increase of \$3.9 million in net position for the year. Revenue collected from ARPA funds (COVID-19 relief) was \$2.2 million. Revenue from customer user fees increased \$284,403 (4%) due to an increase in customers and water usage when compared to the prior year. Operating expenses increased \$790,770 (17%) from fiscal year 2021 operating expenses due to an increase in the water supply purchased from the City of Kansas City. Operating income for fiscal year 2022 was \$2.4 million which is a 17.4% decrease from the \$2.9 million operating income in fiscal year 2021. City Council anticipates replacing the cast iron water distribution lines that are nearing or have reached their usefulness in the next several years. Funds are being accumulated to complete segments of this project as funding for each segment is reached.

The City's Eagles' Landing Golf Course realized an increase in net position of \$569,809 for the year. Revenues of \$1,316,131 increased from fiscal year 2021 revenues of \$1,131,711 due to higher usage of the golf course. Operating expenses for fiscal year 2022 decreased slightly from the prior year by \$33,354. This decrease is attributable to a decrease in maintenance and repairs and personnel costs. There was a slight increase in both contractual services and materials and supplies. The operating income in fiscal year 2022 was \$337,969 compared to \$120,195 in fiscal year 2021.

The Solid Waste fund realized an increase in net position of \$204,881 for the year. Revenue from customer user fees increased \$91,878 (6%) due to an increase in users. Operating expenses increased \$66,786 (5%) from the prior year due to the contractor fees. Operating income for fiscal year 2022 was \$216,922 which is a \$25,092 increase from \$191,830 in fiscal year 2021.

## FINANCIAL ANALYSIS OF THE CITY'S FUNDS

**Governmental Funds Overview:** As noted earlier, the City of Belton uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The City's governmental funds provide information on short-term inflows and outflows, as well as what remains for future spending. Such information is useful in assessing the City's financing requirements. For example, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of fiscal year 2022, the City of Belton reported a combined fund balance of \$34.8 million in the governmental funds, an increase of \$1.6 million from the previous year. Unassigned fund balance is the portion of fund balance which is available for spending at the City's discretion. The majority of the fund balance is restricted (\$25.3 million) by externally imposed constraints such as laws and regulations. A small portion of the City's fund balance has been assigned (\$3.3 million) by the City Manager for the City's future capital needs. Assigned fund balance is the portion of fund balance that reflects the amount constrained by the City's "intent" to use it for a specific purpose. The remaining fund balance, \$3.3 million, has been committed by the City Council with a formal resolution that requires a 15% General Fund minimum fund balance reserve requirement to be used only in the case of a catastrophic emergency.

The General Fund, Park Fund, Belton Town Centre TIF Fund, Street Fund and Debt Service – General Obligation Bond Fund, Street Capital Projects Fund and Storm Water Projects Fund are the City's seven major governmental funds in 2022.

General Fund. The General Fund is the chief operating fund of the City and accounts for all transactions not required to be accounted for in other funds. As the City's major operating fund, the General Fund accounts for ordinary operating expenditures financed primarily by taxes and charges for services. At the end of fiscal year 2022, the total fund balance of the General Fund was \$10.6 million. This is an increase of 10% (\$956,217) from the previous fiscal year end fund balance. Overall, General Fund revenues increased by \$754,077 from \$21.0 million in FY 2021 to \$21.7 million in FY 2022. Tax revenues increased \$900,452 (3.1%) over the prior year consisting of \$2.5 million related to sales tax and \$602,912 related to property tax. Licenses and permits revenues increased \$119,842 (17.29%) due to an increase in residential building permits in fiscal year 2022. Intergovernmental revenues decreased \$1.57 million (33.9%) primarily due to the CARES Act grant that was received in fiscal year 2021. Fees and fines revenues decreased \$38,662 (7.48%) from the prior year. General government expenditures increased \$114,300 (3.56%) from the prior fiscal year. Capital outlay expenses increased \$291,401 (34.5%) as the City purchased a police vehicle, equipment, and chassis for a fire prevention vehicle and 20 portable radios.

The City recognizes the need for a fund balance that can adequately absorb any short-term downturn in economic events to avoid changes and reductions in service levels. The City Council has adopted a formal resolution that commits an amount of fund balance equal to at least 15% of annual revenues to be used in the event of an emergency such as a natural disaster or significant national economic event. Committed fund balance represents 31% (\$3.3 million) of total fund balance in the General Fund. The General Fund has a fund balance reserve of 15% at the end of fiscal year 2022. Assigned fund balance represents 31.4% (\$3.3 million) of total fund balance, this

amount is assigned for use to purchase capital items in the future and 27.2% (\$2.9 million) of total fund balance is unassigned and available for use.

**Park Fund.** The Park Fund accounts for Parks and Recreation property tax collected for the purpose of providing parks services for the City, as well as program revenue and user fees. Expenditures include purchasing land for City parks, constructing and improving City parks and equipping, maintaining, and operating the parks and recreation facilities. The Park Fund's ending fund balance is \$440,574 at the end of fiscal year 2022, an increase of \$149,585 (51.4%) from the prior fiscal year ending fund balance. This increase is mainly due to COVID-19 having a significant effect on park operations in 2021 as the facility operations were closed for a portion of the year effecting charges collected, as well as reducing staffing and capital outlay related to the park. Total revenues increased by \$583,718 (22.5%) and expenditures increased by \$361,943 (11.5%).

**Belton Town Centre-TIF.** The Belton Town Centre TIF Fund accounts for the collection of EATS sales tax and payments in lieu of tax generated within the tax increment financing district and the payments of debt related to the district. The final payment was made on the TIF revenue bond and the TIF was closed during the 2021 fiscal year. Payouts were made to pay off the debt principal and interest, to the developer and to refund excess taxes collected to the various taxing jurisdictions.

**Street Fund.** The Street Fund accounts for the maintenance of roads and bridges within the City. Financing is provided primarily by a ½ cent transportation sales tax and other intergovernmental revenues from the State and County, along with occasional transfers from the General Fund. The Street Fund ending fund balance is \$2.8 million, which is a decrease of \$506,824 (15.1%) over the prior year's ending fund balance. The fund's capital expenditures were \$165,627 less than the prior fiscal year. Capital expenses decreased 7% (\$162,627) from the prior fiscal year. Street Fund spent \$1.9 million on capital for street building improvements and street reconstruction project.

**Debt Service – General Obligation Bond Fund.** The Debt Service – General Obligation Bond Fund accounts for property tax money received for the City's debt service levy and expended for the payments on the City's general obligation debt. The fund balance for fiscal year 2022 is \$4.4 million, an increase of \$385,641 (9.5%) from the prior fiscal year.

**Street Capital Projects Fund.** The Street Capital Projects Fund accounts for the receipts and expenditures for the acquisition and construction of newly constructed street projects within the City. The Street Capital Projects Fund ending fund balance was \$85,690, a decrease of \$191,394 from the prior fiscal year. \$5.2 million of expenditures were spent on reconstructing and overlaying City streets during fiscal year 2022.

**Storm Water Projects Fund.** The Storm Water Projects Fund accounts for receipts and expenditures relating to the general obligation bond issue for various storm water remediation projects. These various projects are ongoing and will be completed throughout the next several years. The ending fund balance for fiscal year 2022 is \$7.4 million.

**General Fund Budgetary Highlights:** The City Council revised the budget of the General Fund multiple times during the year. Actual revenues came in \$1.3 million more than the final approved budgeted revenues. Expenditures came in \$4.0 million less than the final approved budget. The expenditure budget included a contingency reserve that was intended to only be spent in the case

of an extraordinary emergency in the amount of \$2.3 million (15% of anticipated revenues). Expenditures came in under budget due to open positions remaining unfilled, and spending constraints by the other City departments. General government expense came in under budget by \$969,134, public safety came in under budget by \$1.5 million, and capital outlay came in under budget by \$1.7 million. These budgeted expenses will be carried over to next year.

## CAPITAL ASSET AND DEBT ADMINISTRATION

**Capital assets:** The City of Belton's investment in capital assets for governmental and business-type activities as of March 31, 2022 is \$153 million, net of accumulated depreciation. This includes land, buildings, improvements, equipment, roads, bridges, and construction in progress. The total increase in capital assets were 3% over the prior year. Major capital asset projects funded this year are as follows:

- Outer Road from 155<sup>th</sup> to 163<sup>rd</sup> Street Construction, Reconstruction & Overlay (\$5,060,759)
- Street Preservation Project (\$660,031)
- Public Works Street Building (\$626,525)
- Public Works Operation Building (\$626,027)
- Public Works Water Building (\$626,027)
- Various Neighborhood Stormwater Projects (\$382,826)
- Hargis Lake Drainage (\$342,399)

Additional information on the City's capital assets can be found in Note 4 on pages 31 to 33 of this report.

**Debt administration:** The City of Belton had various forms of debt during fiscal year 2022. Table C below shows the City's outstanding debt by type for fiscal years 2021 and 2022.

	Governmental		Business-type		Total	
	2021	2022	2021	2022	2021	2022
Notes Payable	13,034	9,078	18,350,400	17,320,900	18,363,434	17,329,978
Sales Tax Revenue Bonds	2,885,000	2,385,000	-	-	2,885,000	2,385,000
General Obligation Bonds	41,495,000	43,735,000	-	-	41,495,000	43,735,000
Bond (discount)/ premium	4,466,161	4,218,098	177,226	156,980	4,643,387	4,375,078
Certificates of Participation	10,547,800	8,768,800	547,200	436,200	11,095,000	9,205,000
Capital Leases	637,418	462,380	750,676	578,628	1,388,094	1,041,008
Sewer Revenue Bonds			2,470,000	2,350,000	2,470,000	2,350,000
DNR Energy Loan			-	-	-	-
<b>Total</b>	<b>\$ 60,044,413</b>	<b>\$ 59,578,356</b>	<b>\$ 22,295,502</b>	<b>\$ 20,842,708</b>	<b>\$ 82,339,915</b>	<b>\$ 80,421,064</b>

The City's debt for governmental activities decreased in fiscal year 2022 from \$60 million to \$59.5 million. The decrease was due to the payoff of the Belton Town Centre TIF Revenue Bonds, as well

as the City making required principal and interest payments in accordance with the debt repayment schedules and the defeasance of crossover refunding bonds issued in fiscal year 2018.

Debt for business-type activities decreased in fiscal year 2022 from \$22.3 million to \$20.8 million. The decrease is due to the City making required principal and interest payments in accordance with the debt repayment schedules.

Total debt decreased a net of \$1.9 million (2.3%) to \$80.4 million.

Additional information on the City's long-term debt can be found in Note 6 on pages 38 to 44 of this report.

## **ECONOMIC FACTORS, FISCAL YEAR 2023 BUDGET AND TAX RATES**

The City Council desires that taxpayer monies be spent on City services for citizens, not on building reserves above the required minimum 15% fund balance. Based on the adopted budget for the City's fiscal year ended March 31, 2022, the City anticipates a balanced General Fund budget, decreasing the General Fund fund balance to the required minimum 15% fund balance reserve for the General Fund. The City will continue to monitor ongoing changes in the local economy and will respond accordingly.

For fiscal year 2023, Water and Sewer rates are budgeted to increase slightly from fiscal year 2022. The City will continue making improvements to both the water and sewer systems in fiscal year 2023, purchasing additional profile registers for water meters, replacing and upgrading older water lines, and concentrating on preventing and correcting sewer inflow and infiltration to protect the City's sanitary sewer system.

## **REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the City's finances for our citizens, taxpayers, customers, investors, creditors, and other interested parties, and also to show our accountability for the monies entrusted to our care. If you have questions about this report or need additional financial information, contact Alexa Williams, Assistant Director of Finance, The City of Belton, 506 Main Street, Belton, Missouri 64012.



## INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor  
and Members of the  
City Council  
City of Belton, Missouri

### Report on the Financial Statements

#### *Opinions*

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Belton, Missouri (the City), as of and for the year ended March 31, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Belton, Missouri, as of March 31, 2022, and the respective changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinions*

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



## ***Responsibilities of Management for the Financial Statements***

The City's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for one year after the date that the financial statements are issued.

## ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages i through xiv, the Pension Information on page 67 through 68, OPEB information on page 69 through 70, and Budgetary Comparison Schedules on pages 72 through 74 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Belton, Missouri's basic financial statements. The combining and individual non-major fund financial statements and other schedules, listed in the table of contents as supplemental information, are presented for purposes of additional analysis, and are not a required part of the basic financial statements.

The combining and individual non-major fund financial statements and other schedules are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Troutt, Beeman & Co., P.C.  
Harrisonville, Missouri  
January 10, 2024

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## **BASIC FINANCIAL STATEMENTS**

Basic Financial Statements are provided so that the users of the financial report may obtain an overview of the City's financial position prior to a presentation of comparable data on a detailed basis for individual funds.

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**CITY OF BELTON, MISSOURI  
STATEMENT OF NET POSITION  
MARCH 31, 2022**

	<b>Primary Government</b>		
	<b>Governmental</b>	<b>Business-type</b>	
	<b>Activities</b>	<b>Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Pooled cash and investments	\$ 34,267,277	\$ 27,481,880	\$ 61,749,157
Cash and investments-restricted	1,604,848	527,643	2,132,491
Cash with fiscal agent	4	-	4
Taxes receivable, net	2,031,358	-	2,031,358
Due to (from) other funds	30	(30)	-
Due from other governments	35,400	-	35,400
Accrued interest	39,034	35,904	74,938
Accounts receivable	456,872	1,721,723	2,178,595
Other receivables	346,562	31,664	378,226
Inventories	-	618,940	618,940
Net pension asset	10,832,256	1,501,862	12,334,118
Capital assets:			
Land, improvements, and construction in progress	7,455,995	2,512,216	9,968,211
Improvements other than buildings	50,187,977	53,783,727	103,971,704
Sewer plant	-	23,195,454	23,195,454
Buildings	36,500,005	1,009,493	37,509,498
Equipment and furniture	14,491,406	6,122,968	20,614,374
Infrastructure	77,224,688	-	77,224,688
Less: accumulated depreciation	<u>(81,798,209)</u>	<u>(37,652,686)</u>	<u>(119,450,895)</u>
Total capital assets	<u>104,061,862</u>	<u>48,971,172</u>	<u>153,033,034</u>
Total assets	<u>153,675,503</u>	<u>80,890,758</u>	<u>234,566,261</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension--related amounts	2,341,070	385,511	2,726,581
Other post employment benefits --related amounts	260,389	31,589	291,978
Debt refunding	<u>2,130,450</u>	<u>36,468</u>	<u>2,166,918</u>
Total assets and deferred outflows of resources	<u>\$ 158,407,412</u>	<u>\$ 81,344,326</u>	<u>\$ 239,751,738</u>
<b>LIABILITIES</b>			
Accounts payable and accrued expenses	\$ 1,147,341	\$ 679,321	\$ 1,826,662
Salaries and benefits payable	1,073,720	17,459	1,091,179
Customer deposits	-	714,767	714,767
Retainage payable	321,286	3,790	325,076
Other liabilities	382,415	14,221	396,636
Accrued interest payable	209,509	75,579	285,088
Long-term liabilities:			
Due within one year,			
Bonds, capital leases, and contracts	4,733,235	1,550,795	6,284,030
Compensated absences	152,668	23,642	176,310
Due in more than one year:			
Bonds, capital leases, and contracts	54,845,121	19,291,913	74,137,034
Un-funded actuarial accrued liability	792,729	96,171	888,900
Development obligations	27,127,808	-	27,127,808
Compensated absences	<u>1,425,945</u>	<u>142,967</u>	<u>1,568,912</u>
Total liabilities	<u>92,211,777</u>	<u>22,610,625</u>	<u>114,822,402</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pension--related amounts	9,673,075	997,160	10,670,235
Other post employment benefits --related amounts	354,742	43,036	397,778
Property taxes and deferred charges	<u>895,510</u>	<u>12,360</u>	<u>907,870</u>
Total deferred inflows of resources	<u>10,923,327</u>	<u>1,052,556</u>	<u>11,975,883</u>
<b>NET POSITION</b>			
Net investment in capital assets	61,101,472	28,164,932	89,266,404
Restricted for:			
Impact fees	1,170,246	-	1,170,246
Hotel/motel	216,470	-	216,470
Drug seizure	13,611	-	13,611
DWI recovery	22,280	-	22,280
Special training	25,792	-	25,792
TIF	149	-	149
Public safety sales tax	1,110,134	-	1,110,134
Capital improvements sales tax	2,313,920	-	2,313,920
Park	2,658,258	-	2,658,258
Street	2,359,671	-	2,359,671
Capital projects	(40,849)	-	(40,849)
Debt service	5,787,127	251,068	6,038,195
Assets held in trust			
Unrestricted	<u>(21,465,973)</u>	<u>29,265,145</u>	<u>7,799,172</u>
Total net position	<u>55,272,308</u>	<u>57,681,145</u>	<u>112,953,453</u>
Total liabilities, deferred inflows and net position	<u>\$ 158,407,412</u>	<u>\$ 81,344,326</u>	<u>\$ 239,751,738</u>

See accompanying notes.

**CITY OF BELTON, MISSOURI  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED MARCH 31, 2022**

Functions/Programs	Net (Expense) Revenue and Changes in Net Position				
	Primary Government		Business-type		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Primary government:</b>					
Governmental activities:					
General government	\$ 3,676,477	\$ 3,470,006	149,219	\$ -	\$ (57,252)
Public safety	5,287,449	11,496	693,449	-	(4,582,504)
Public works	6,223,970	96,771	1,451,198	582,408	(4,093,493)
Fire and emergency services	5,577,986	1,936,718	38,227	-	(3,603,041)
Emergency management	197,503	-	-	-	(197,503)
Parks and recreation	4,193,506	2,309,376	60,506	-	(1,823,624)
Community and economic development	1,311,870	1,288,255	2,161	103,728	82,274
Municipal jail	563,329	55,879	-	-	(507,450)
Interest and fiscal fees on long-term debt	3,048,457	-	-	-	(3,048,457)
Total governmental activities	30,080,447	9,168,501	2,394,760	686,136	(17,831,050)
<b>Business-type activities:</b>					
Water	6,213,363	7,885,496	2,185,763	-	3,857,896
Sewer	6,333,272	8,468,182	11,345	-	2,146,255
Golf course	1,002,954	1,316,131	10,251	-	323,428
Solid waste	1,370,975	1,584,714	-	-	213,739
Total business-type activities	14,920,564	19,254,523	2,207,359	-	6,541,318
Total primary government	\$ 45,001,011	\$ 28,423,024	\$ 4,602,119	\$ 686,136	(11,289,732)
<b>General revenues:</b>					
Taxes:					
Property taxes, levied for general purposes				1,978,700	1,978,700
Property taxes, levied for specific purposes				5,502,802	5,502,802
Franchise taxes and other taxes				5,861,427	5,861,427
Sales taxes				16,947,747	16,947,747
Grants and contributions not restricted to specific programs				18,962	18,962
Interest income and unrecognized losses				(833,857)	(1,718,501)
Miscellaneous				227,574	237,703
Transfers				(721,633)	-
Total general revenues and transfers				28,930,935	28,828,840
Change in net position				11,099,885	17,539,108
Net position - beginning				44,172,423	95,414,345
Net position - ending				\$ 55,272,308	\$ 112,953,453

See accompanying notes.

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**CITY OF BELTON, MISSOURI  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
MARCH 31, 2022**

	<u>General Fund</u>	<u>Park</u>	<u>Street</u>
<b>ASSETS</b>			
Pooled cash and investments	\$ 11,124,673	\$ 484,982	\$ 2,663,535
Cash and investments-restricted	280,501	31,899	143,000
Cash with fiscal agent	-	-	-
Taxes receivable, net	860,380	46,442	252,466
Due from other funds	50,491	19,088	-
Accrued interest	7,722	765	3,684
Accounts receivable, net	448,978	-	7,894
Due from other governments	35,400	-	-
Other receivables	<u>252,212</u>	<u>3,459</u>	<u>-</u>
Total assets	<u>\$ 13,060,357</u>	<u>\$ 586,635</u>	<u>\$ 3,070,579</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 427,937	\$ 79,476	\$ 77,757
Salaries and benefits payable	1,180,473	29,860	15,964
Due to other funds	149	-	-
Other liabilities	<u>239,415</u>	<u>-</u>	<u>143,000</u>
Total liabilities	<u>1,847,974</u>	<u>109,336</u>	<u>236,721</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred permit revenue	58,897	-	-
Property taxes and deferred charges	<u>587,488</u>	<u>36,725</u>	<u>-</u>
Total deferred inflows of resources	<u>646,385</u>	<u>36,725</u>	<u>-</u>
<b>FUND BALANCES</b>			
Restricted:			
Impact fees	-	-	-
Hotel/motel	-	-	-
Drug seizure	-	-	-
DWI recovery	-	-	-
Special training	-	-	-
TIF	-	-	-
Capital improvements sales tax	-	-	-
Public Safety sales tax	1,110,134	-	-
Capital projects	-	-	-
Park	-	440,574	-
Street	-	-	2,690,858
Debt service	-	-	143,000
Committed,			
Stabilization	3,269,249	-	-
Assigned	3,315,401	-	-
Unassigned	<u>2,871,214</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>10,565,998</u>	<u>440,574</u>	<u>2,833,858</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 13,060,357</u>	<u>\$ 586,635</u>	<u>\$ 3,070,579</u>

See accompanying notes.

<b>Debt Service - General Obligation Bond</b>	<b>Street Capital Projects</b>	<b>Storm Water Projects</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 4,442,426	\$ 370,315	\$ 7,714,447	\$ 7,466,899	\$ 34,267,277
-	-	-	1,149,448	1,604,848
4	-	-	-	4
262,366	694	-	609,010	2,031,358
-	-	-	179	69,758
5,939	519	10,713	9,692	39,034
-	-	-	-	456,872
-	-	-	-	35,400
-	-	-	90,891	346,562
<u>\$ 4,710,735</u>	<u>\$ 371,528</u>	<u>\$ 7,725,160</u>	<u>\$ 9,326,119</u>	<u>\$ 38,851,113</u>
\$ 32,161	285,838	\$ 334,377	\$ 231,081	\$ 1,468,627
-	-	-	2,001	1,228,298
61,892	-	-	7,687	69,728
-	-	-	-	382,415
<u>94,053</u>	<u>285,838</u>	<u>334,377</u>	<u>240,769</u>	<u>3,149,068</u>
-	-	-	40,283	99,180
<u>172,117</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>796,330</u>
<u>172,117</u>	<u>-</u>	<u>-</u>	<u>40,283</u>	<u>895,510</u>
-	-	-	1,170,246	1,170,246
-	-	-	216,470	216,470
-	-	-	13,611	13,611
-	-	-	22,280	22,280
-	-	-	25,792	25,792
-	-	-	149	149
-	-	-	2,313,920	2,313,920
-	-	-	-	1,110,134
-	85,690	7,390,783	1,862,507	9,338,980
-	-	-	2,217,684	2,658,258
-	-	-	-	2,690,858
4,444,565	-	-	1,199,562	5,787,127
-	-	-	-	3,269,249
-	-	-	2,846	3,318,247
-	-	-	-	2,871,214
<u>4,444,565</u>	<u>85,690</u>	<u>7,390,783</u>	<u>9,045,067</u>	<u>34,806,535</u>
<u>\$ 4,710,735</u>	<u>\$ 371,528</u>	<u>\$ 7,725,160</u>	<u>\$ 9,326,119</u>	<u>\$ 38,851,113</u>

See accompanying notes.

**CITY OF BELTON, MISSOURI**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE**  
**STATEMENT OF NET POSITION**  
**MARCH 31, 2022**

Fund balances - total governmental funds	\$	34,806,535
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Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not current financial resources and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Position.		104,061,862
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Interest on long-term debt is not accrued in the governmental funds, but rather is recognized as an expenditure when due.		(209,509)
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Net pension asset (liability) is not a current financial resource and therefore not reported in the fund financial statements.		10,832,256
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Deferred pension and OPEB inflows and outflows are not included in the fund financial statements, but are included in the governmental activities of the Statement of Net Position:

Inflows		(10,027,817)
Outflows		2,601,459
		(7,426,358)

Deferred debt refunding is not included in the fund financial statements, but are included in the governmental activities of the Statement of Net Position.		2,130,450
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Long-term liabilities are not due and payable in the current period and are not included in the fund financial statement, but are included in the government-wide statements:

Bonds and capital leases		(59,578,356)
Compensated absences		(1,424,035)
OPEB obligation		(792,729)
Development obligations		(27,127,808)
		(88,922,928)

Net Position of governmental activities in the Statement of Net Position	\$	55,272,308
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See accompanying notes.

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**CITY OF BELTON, MISSOURI**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE --**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED MARCH 31, 2022**

	<u>General Fund</u>	<u>Park</u>	<u>Street</u>
<b>REVENUES</b>			
Taxes	\$ 13,949,300	\$ 782,197	\$ 2,339,326
Licenses and permits	812,879	-	42,722
Intergovernmental	1,235,040	60,506	1,451,198
Charges for services	2,241,547	2,309,376	-
Fees and fines	478,216	-	-
Interest income and unrealized gains (losses)	(171,028)	(17,691)	(86,706)
Other	102,851	38,833	40,972
Interfund charges for support services	3,030,990	-	-
In lieu of taxes	<u>115,200</u>	<u>-</u>	<u>-</u>
Total revenues	<u>21,794,995</u>	<u>3,173,221</u>	<u>3,787,512</u>
<b>EXPENDITURES</b>			
Current expenditures:			
General government	3,325,472	-	-
Public safety	6,063,655	-	-
Public works	1,169,415	-	2,366,941
Fire and emergency services	5,804,354	-	-
Emergency management	188,088	-	-
Parks and recreation	-	3,403,925	-
Community and economic development	541,437	-	-
Municipal jail	547,838	-	-
Capital outlay	1,136,065	62,752	1,940,533
Debt service:			
Principal	-	46,038	-
Interest and other charges	<u>-</u>	<u>5,140</u>	<u>-</u>
Total expenditures	<u>18,776,324</u>	<u>3,517,855</u>	<u>4,307,474</u>
Excess (deficiency) of revenues over expenditures	<u>3,018,671</u>	<u>(344,634)</u>	<u>(519,962)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Issuance of long-term debt	-	-	-
Premiums/discounts on bond issuances	-	-	-
Sale of capital asset	26,903	344	-
Transfers in	2,736,867	493,875	48,000
Transfers out	<u>(4,826,224)</u>	<u>-</u>	<u>(34,862)</u>
Total other financing sources and (uses)	<u>(2,062,454)</u>	<u>494,219</u>	<u>13,138</u>
Net change in fund balances	956,217	149,585	(506,824)
Fund balances - beginning	<u>9,609,781</u>	<u>290,989</u>	<u>3,340,682</u>
Fund balances - ending	<u>\$ 10,565,998</u>	<u>\$ 440,574</u>	<u>\$ 2,833,858</u>

See accompanying notes.

<b>Debt Service - General Obligation Bond</b>	<b>Street Capital Projects</b>	<b>Storm Water Projects</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 4,720,605	\$ -	\$ -	\$ 7,105,859	\$ 28,897,287
-	-	-	432,654	1,288,255
-	191,299	-	129,483	3,067,526
-	-	-	88,893	4,639,816
-	-	-	15,624	493,840
(136,456)	(1,627)	(252,805)	(218,331)	(884,644)
-	13,370	13,859	24,226	234,111
-	-	-	-	3,030,990
-	-	-	1,278,189	1,393,389
<u>4,584,149</u>	<u>203,042</u>	<u>(238,946)</u>	<u>8,856,597</u>	<u>42,160,570</u>
-	-	-	-	3,325,472
-	-	-	-	6,063,655
-	-	-	-	3,536,356
-	-	-	-	5,804,354
-	-	-	-	188,088
-	-	-	-	3,403,925
-	-	-	3,313,118	3,854,555
-	-	-	-	547,838
-	5,209,190	2,064,394	163,218	10,576,152
4,310,000	-	-	2,411,956	6,767,994
<u>1,949,985</u>	<u>-</u>	<u>-</u>	<u>683,421</u>	<u>2,638,546</u>
<u>6,259,985</u>	<u>5,209,190</u>	<u>2,064,394</u>	<u>6,571,713</u>	<u>46,706,935</u>
<u>(1,675,836)</u>	<u>(5,006,148)</u>	<u>(2,303,340)</u>	<u>2,284,884</u>	<u>(4,546,365)</u>
6,550,000	-	-	-	6,550,000
326,231	-	-	-	326,231
-	-	-	-	27,247
-	4,814,754	-	1,389,448	9,482,944
<u>(4,814,754)</u>	<u>-</u>	<u>-</u>	<u>(528,737)</u>	<u>(10,204,577)</u>
<u>2,061,477</u>	<u>4,814,754</u>	<u>-</u>	<u>860,711</u>	<u>6,181,845</u>
385,641	(191,394)	(2,303,340)	3,145,595	1,635,480
<u>4,058,924</u>	<u>277,084</u>	<u>9,694,123</u>	<u>5,899,472</u>	<u>33,171,055</u>
<u>\$ 4,444,565</u>	<u>\$ 85,690</u>	<u>\$ 7,390,783</u>	<u>\$ 9,045,067</u>	<u>\$ 34,806,535</u>

See accompanying notes.

**CITY OF BELTON, MISSOURI**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED MARCH 31, 2022**

Net change in fund balances - total governmental funds: \$ 1,635,480

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

Governmental funds report outlays for capital assets as expenditures because such outlays use current financial resources. In contrast, the Statement of Activities reports only a portion of the outlay as expense. This is the amount by which capital outlays, which are over the capitalization threshold, exceeded depreciation in the current period:

Capital outlay	10,576,005
Capital outlay expensed	(270,924)
Loss on disposal of assets	(1,453)
Depreciation expense	(5,901,780)
	4,401,848

Governmental funds report bond proceeds as current financial resources. In contrast, the Statement of Activities treats such issuance of debt as a liability. Governmental funds report repayment of bond principal as an expenditure. In contrast, the Statement of Net Position reports repayment as a reduction to long-term liabilities. This is the amount by which proceeds exceed repayments:

Other financing sources-issuance of debt	(6,876,231)
Repayment of principal	6,767,994
	(108,237)

Governmental funds report premiums and discounts as other financing sources. In contrast, those items are capitalized on the Statement of Net Position and amortized over the life of the bonds on the Statement of Activities. This is the net amount of premiums, discounts, and amortization:

Amortization of debt refunding	(478,572)
Amortization of premiums/discounts	574,294
	95,722

Some expenses reported in the Statement of Activities do not require the use of current financial resources and these are not reported as expenditures in governmental funds:

Accrued interest not reflected on governmental funds	68,808
Developer obligation	2,511,053
Pension expense	2,789,262
OPEB obligation	38,368
Compensated absences	(332,419)
	5,075,072

Change in Net Position of governmental activities in the Statement of Activities \$ 11,099,885

See accompanying notes.

**CITY OF BELTON, MISSOURI  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
MARCH 31, 2022**

	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Golf Course Fund</u>	<u>Solid Waste Fund</u>	<u>Total</u>
<b>ASSETS:</b>					
Current assets:					
Pooled cash and investments	\$ 12,563,961	\$ 13,941,193	\$ 708,820	\$ 267,906	\$ 27,481,880
Cash and investments-restricted	392,117	135,526	-	-	527,643
Receivables:					
Billed, net	459,805	381,051	-	102,957	943,813
Unbilled	385,245	305,089	-	87,576	777,910
Accrued interest	17,067	18,472	-	365	35,904
Other	2,000	29,664	-	-	31,664
Inventories	51,681	551,453	15,806	-	618,940
Total current assets	<u>13,871,876</u>	<u>15,362,448</u>	<u>724,626</u>	<u>458,804</u>	<u>30,417,754</u>
Non-current assets:					
Net pension asset	545,630	476,549	479,683	-	1,501,862
Capital assets:					
Construction in progress	1,140,709	929,404	-	-	2,070,113
Land and improvements	88,605	23,498	330,000	-	442,103
Improvements other than buildings	24,779,268	26,132,268	2,872,191	-	53,783,727
Sewer plant	23,195,454	-	-	-	23,195,454
Buildings	-	123,881	885,612	-	1,009,493
Equipment and furniture	<u>2,149,314</u>	<u>2,506,637</u>	<u>911,146</u>	<u>555,871</u>	<u>6,122,968</u>
Total capital assets at cost	51,353,350	29,715,688	4,998,949	555,871	86,623,858
Less accumulated depreciation	<u>(22,243,267)</u>	<u>(11,381,855)</u>	<u>(3,836,347)</u>	<u>(191,217)</u>	<u>(37,652,686)</u>
Capital assets, net	<u>29,110,083</u>	<u>18,333,833</u>	<u>1,162,602</u>	<u>364,654</u>	<u>48,971,172</u>
Total non-current assets	<u>29,655,713</u>	<u>18,810,382</u>	<u>1,642,285</u>	<u>364,654</u>	<u>50,473,034</u>
	<u>43,527,589</u>	<u>34,172,830</u>	<u>2,366,911</u>	<u>823,458</u>	<u>80,890,788</u>
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>					
OPEB--related amounts	11,368	9,972	10,249	-	31,589
Debt refunding	36,468	-	-	-	36,468
Pension--related amounts	<u>114,460</u>	<u>150,522</u>	<u>120,529</u>	<u>-</u>	<u>385,511</u>
Total assets and deferred outflows of resources	<u>\$ 43,689,885</u>	<u>\$ 34,333,324</u>	<u>\$ 2,497,689</u>	<u>\$ 823,458</u>	<u>\$ 81,344,356</u>
<b>LIABILITIES:</b>					
Current liabilities:					
Accounts payable and accrued expenses	\$ 197,432	\$ 313,260	\$ 59,660	\$ 108,969	\$ 679,321
Salaries and benefits payable	6,891	6,108	4,460	-	17,459
Accrued interest payable	46,811	24,632	3,804	332	75,579
Due to other funds	-	-	30	-	30
Customer deposits	-	714,767	-	-	714,767
Other payables	-	12,288	1,933	-	14,221
Compensated absences	9,485	6,043	8,114	-	23,642
Capital lease obligation	-	-	126,005	144,045	270,050
Retainage payable	3,790	-	-	-	3,790
Bonds, notes, and loans payable	<u>736,000</u>	<u>440,100</u>	<u>104,645</u>	<u>-</u>	<u>1,280,745</u>
Total current liabilities	1,000,409	1,517,198	308,651	253,346	3,079,604
Non-current liabilities:					
Compensated absences	36,864	33,146	72,957	-	142,967
OPEB obligation	34,608	30,362	31,201	-	96,171
Capital lease obligation	-	-	166,879	-	166,879
Bonds, notes, and loans payable	<u>12,085,407</u>	<u>6,515,800</u>	<u>523,827</u>	<u>-</u>	<u>19,125,034</u>
Total non-current liabilities	<u>12,156,879</u>	<u>6,579,308</u>	<u>794,864</u>	<u>-</u>	<u>19,531,051</u>
	<u>13,157,288</u>	<u>8,096,506</u>	<u>1,103,515</u>	<u>253,346</u>	<u>22,610,655</u>
<b>DEFERRED INFLOWS OF RESOURCES:</b>					
Deferred permit revenue	-	12,360	-	-	12,360
OPEB--related amounts	15,487	13,586	13,963	-	43,036
Pension--related amounts	<u>359,735</u>	<u>318,631</u>	<u>318,794</u>	<u>-</u>	<u>997,160</u>
	<u>375,222</u>	<u>344,577</u>	<u>332,757</u>	<u>-</u>	<u>1,052,556</u>
<b>NET POSITION:</b>					
Net investment in capital assets	16,325,144	11,377,933	241,246	220,609	28,164,932
Restricted for debt service	140,174	110,894	-	-	251,068
Unrestricted	<u>13,692,057</u>	<u>14,403,414</u>	<u>820,171</u>	<u>349,503</u>	<u>29,265,145</u>
Total net position	<u>30,157,375</u>	<u>25,892,241</u>	<u>1,061,417</u>	<u>570,112</u>	<u>57,681,145</u>
Total liabilities, deferred inflows, and net position	<u>\$ 43,689,885</u>	<u>\$ 34,333,324</u>	<u>\$ 2,497,689</u>	<u>\$ 823,458</u>	<u>\$ 81,344,356</u>

See accompanying notes.



**CITY OF BELTON, MISSOURI**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION --**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED MARCH 31, 2022**

	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Golf Course Fund</u>	<u>Solid Waste Fund</u>	<u>Total</u>
<b>REVENUES,</b>					
Charges for services	\$ 8,468,182	\$ 7,885,496	\$ 1,316,131	\$ 1,584,714	\$ 19,254,523
<b>OPERATING EXPENSES:</b>					
Personnel services	667,480	556,714	509,831	-	1,734,025
Contractual services	265,998	167,510	47,378	1,284,503	1,765,389
Materials and supplies	87,030	201,808	239,899	-	528,737
Maintenance and repairs	250,139	211,282	51,328	3,426	516,175
Utilities	238,912	66,277	33,814	-	339,003
Water supply	1,055,196	2,205,386	-	-	3,260,582
Interfund charges for support services	1,342,084	1,346,531	-	-	2,688,615
Depreciation and amortization	1,530,334	664,175	85,105	72,269	2,351,883
Miscellaneous	58,754	69,827	10,807	7,594	146,982
	<u>5,495,927</u>	<u>5,489,510</u>	<u>978,162</u>	<u>1,367,792</u>	<u>13,331,391</u>
Operating income	<u>2,972,255</u>	<u>2,395,986</u>	<u>337,969</u>	<u>216,922</u>	<u>5,923,132</u>
<b>NON-OPERATING REVENUES (EXPENSES):</b>					
Franchise tax	(579,060)	(578,100)	-	-	(1,157,160)
Intergovernmental	11,345	2,185,763	10,251	-	2,207,359
Interest income and losses, net	(396,503)	(428,496)	-	(8,858)	(833,857)
Miscellaneous income	9,378	-	748	-	10,126
Interest expense	(258,282)	(145,753)	(24,792)	(3,183)	(432,010)
	<u>(1,213,122)</u>	<u>1,033,414</u>	<u>(13,793)</u>	<u>(12,041)</u>	<u>(205,542)</u>
Net income before transfers	<u>1,759,133</u>	<u>3,429,400</u>	<u>324,176</u>	<u>204,881</u>	<u>5,717,590</u>
Transfers in	-	476,000	245,633	-	721,633
Increase in net position	<u>1,759,133</u>	<u>3,905,400</u>	<u>569,809</u>	<u>204,881</u>	<u>6,439,223</u>
Total net position - beginning	<u>28,398,242</u>	<u>21,986,841</u>	<u>491,608</u>	<u>365,231</u>	<u>51,241,922</u>
Total net position - ending	<u>\$ 30,157,375</u>	<u>\$ 25,892,241</u>	<u>\$ 1,061,417</u>	<u>\$ 570,112</u>	<u>\$ 57,681,145</u>

See accompanying notes.

**CITY OF BELTON, MISSOURI**  
**STATEMENT OF CASH FLOWS -- PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED MARCH 31, 2022**

	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Golf Course Fund</u>	<u>Solid Waste Fund</u>	<u>Total</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>					
Received from customers	\$ 8,503,096	\$ 7,938,779	\$ 1,316,131	\$ 1,569,820	\$ 19,327,826
Payments to employees and fringe benefits	(812,446)	(667,414)	(618,094)	-	(2,097,954)
Payments for operations	(3,803,192)	(4,656,353)	(382,518)	(1,280,468)	(10,122,531)
Other receipts (expenses)	<u>7,664</u>	<u>(69,827)</u>	<u>(5,166)</u>	<u>(7,594)</u>	<u>(74,923)</u>
Net cash provided by operating activities	<u>3,895,122</u>	<u>2,545,185</u>	<u>310,353</u>	<u>281,758</u>	<u>7,032,418</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>					
Transfers in	-	476,000	245,633	-	721,633
Cash receipts from operating grant	-	2,169,065	10,251	-	2,179,316
Donations	<u>2,605</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,605</u>
Net cash provided by noncapital financing activities	<u>2,605</u>	<u>2,645,065</u>	<u>255,884</u>	<u>-</u>	<u>2,903,554</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>					
Proceeds from capital debt	-	-	124,229	-	124,229
Acquisition and construction of capital assets	(951,067)	(839,325)	(127,209)	(49,978)	(1,967,579)
Principal paid on capital debt and leases	(725,600)	(431,500)	(281,468)	(138,455)	(1,577,023)
Interest paid on capital debt and leases	<u>(256,354)</u>	<u>(148,961)</u>	<u>(26,658)</u>	<u>(11,404)</u>	<u>(443,377)</u>
Net cash used by capital and related financing activities	<u>(1,933,021)</u>	<u>(1,419,786)</u>	<u>(311,106)</u>	<u>(199,837)</u>	<u>(3,863,750)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES,</b>					
Investment losses	<u>(396,440)</u>	<u>(431,148)</u>	<u>-</u>	<u>(8,766)</u>	<u>(836,354)</u>
Net increase in cash and cash equivalents	1,568,266	3,339,316	255,131	73,155	5,235,868
Cash and cash equivalents, beginning of year	<u>11,387,812</u>	<u>10,737,403</u>	<u>453,689</u>	<u>194,751</u>	<u>22,773,655</u>
Cash and cash equivalents, end of year	<u>\$ 12,956,078</u>	<u>\$ 14,076,719</u>	<u>\$ 708,820</u>	<u>\$ 267,906</u>	<u>\$ 28,009,523</u>
Reconciliation of operating income to net cash provided by operating activities,					
Operating income	<u>\$ 2,972,255</u>	<u>\$ 2,395,986</u>	<u>\$ 337,969</u>	<u>\$ 216,922</u>	<u>\$ 5,923,132</u>
Adjustments to reconcile operating income to net cash provided (used) by operating activities:					
Depreciation and amortization expense	1,530,332	664,175	85,105	72,269	2,351,881
Cash payments for franchise tax	(567,715)	(578,100)	-	-	(1,145,815)
Miscellaneous non-operating income (expense)	7,664	-	(5,166)	-	2,498
Changes in assets and liabilities:					
Receivables, net	34,911	40,091	-	(14,893)	60,109
Pension	(106,034)	(91,746)	(96,762)	-	(294,542)
OPEB	1,299	(1,287)	3,122	-	3,134
Inventories	385	(41,167)	823	-	(39,959)
Accounts payable and accrued liabilities	14,070	128,287	(14,737)	7,460	135,080
Due to (from) other funds	16,698	(16,698)	(1)	-	(1)
Deferred revenue	-	12,360	-	-	12,360
Customer deposits	-	32,211	-	-	32,211
Compensated absences	<u>(8,743)</u>	<u>1,073</u>	<u>-</u>	<u>-</u>	<u>(7,670)</u>
Total adjustments	<u>922,867</u>	<u>149,199</u>	<u>(27,616)</u>	<u>64,836</u>	<u>1,109,286</u>
Net cash provided by operating activities	<u>\$ 3,895,122</u>	<u>\$ 2,545,185</u>	<u>\$ 310,353</u>	<u>\$ 281,758</u>	<u>\$ 7,032,418</u>
Noncash investing, capital, and financing activities:					
Assets acquired through assumption of a capital lease	\$ -	\$ -	\$ 124,229	\$ -	\$ 124,229
Increase in receivables related to nonoperating income	<u>-</u>	<u>19,350</u>	<u>-</u>	<u>-</u>	<u>19,350</u>
Total noncash investing, capital, and financing activities	<u>\$ -</u>	<u>\$ 19,350</u>	<u>\$ 124,229</u>	<u>\$ -</u>	<u>\$ 143,579</u>

See accompanying notes.

**CITY OF BELTON, MISSOURI  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
MARCH 31, 2022**

	<u><b>Custodial Funds</b></u>
<b>ASSETS,</b>	
Pooled cash and investments	\$ <u>39,525</u>
<b>LIABILITIES,</b>	
Due to other governments	\$ <u>39,525</u>
<b>NET POSITION</b>	<u>\$ -</u>

**CITY OF BELTON, MISSOURI  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
FOR THE YEAR ENDED MARCH 31, 2022**

	<u>Custodial Funds</u>
<b>ADDITIONS:</b>	
Taxes	\$ 1,673,050
Interest income	<u>252</u>
Total additions	<u>1,673,302</u>
<b>DEDUCTIONS:</b>	
Payments of sales tax to other governments	1,406,701
Administrative expense	15,097
Payments of sales tax to City of Belton	<u>251,504</u>
Total deductions	<u>1,673,302</u>
Net increase in fiduciary net position	-
Net position - beginning	<u>-</u>
Net position - ending	<u><u>\$ -</u></u>

See accompanying notes.

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## **NOTES TO FINANCIAL STATEMENTS**

The Notes to the Financial Statements include a summary of the accounting policies followed and information used by the City that are judged to be most appropriate for full disclosure in the preparation of the financial statements.

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## CITY OF BELTON, MISSOURI

### NOTES TO FINANCIAL STATEMENTS

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The financial statements of the City of Belton, Missouri (the City), have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below:

Financial Reporting Entity: The City of Belton, Missouri, was incorporated in 1872 and covers an area of approximately 16 square miles located primarily in Cass County, Missouri. Belton is a charter city and operates under the Mayor/Council/Manager form of government. The City Manager is the chief administrative officer of the City. The accompanying financial statements present the City's primary government and any component units over which the City exercises significant influence. Significant influence or accountability is based primarily on operational or financial relationships with the City (as distinct from legal relationships). Management has considered all potential component units and has determined there are no entities outside of the primary government that should be blended into or discretely presented with the City's financial statements.

Related Organization: The City Council is also responsible for appointing the Board of Directors of Belton Industrial Development Authority. The City's accountability for this organization does not extend beyond making the appointments.

Government-Wide and Fund Financial Statements: The government-wide financial statements include the statement of net position and the statement of activities. Government-wide statements report information on all of the activities of the City as a whole (except for fiduciary activities) and distinguish between the *governmental* and *business-type activities* of the City. *Governmental activities*, which are normally supported by taxes and governmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the government's water and sewer function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.



## CITY OF BELTON, MISSOURI

### NOTES TO FINANCIAL STATEMENTS

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

##### Government-Wide and Fund Financial Statements (Continued):

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported as general revenues.

Separate fund financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the respective fund financial statements. Non-major funds include other Special Revenue and Capital Projects Funds. The combined amounts for these funds are reflected in a single column in the Governmental fund Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances. Detailed statements for non-major funds are presented with Combining and Individual Fund Statements and Schedules.

Measurement Focus, Basis of Accounting, and Basis of Presentation: The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recognized when they occur and expenses are recognized when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the grantor have been met.

Governmental funds are those which governmental functions of the City finance. The acquisition, use, and balances of the City's expendable resources and the related liabilities are accounted for through governmental funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recognized when a liability is incurred, as under accrual accounting. However, debt service expenditures as well as expenditures related to compensated absences, claims, and judgments are reported only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt are reported as other financing sources.

## CITY OF BELTON, MISSOURI

### NOTES TO FINANCIAL STATEMENTS

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

##### Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued):

Property taxes that are not available for current year operations are shown as deferred inflows of resources in the Governmental Funds Balance Sheet. Property taxes are levied each year on all taxable real and personal property in the City. The City's property tax is levied each September 1 on the assessed value as of the prior January 1. Property taxes are billed in the total by November 1 following the levy date and considered delinquent after January 1. On January 1, a lien attaches to all property for which taxes are unpaid.

Sales taxes, franchise taxes, licenses, charges for service, amounts due from other governments, and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Charges for sales and services (other than utility) and miscellaneous revenues are generally recorded as revenue when received in cash because they are generally not measurable until actually received.

The accounts of the City are organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts. The various funds are summarized by type within the financial statements. The City reports the following major governmental funds:

The General Fund is the main operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Expenditures from this fund provide basic City services, such as police and fire protection, planning, inspection, engineering, animal control, civil defense, municipal court, and overall basic services such as finance, personnel, and general administration of the City.

Revenue sources include taxes, which include property taxes, sales taxes, franchise taxes, and cigarette taxes. Other revenues include fees for ambulance service, other fees and licenses, and revenue gathered from the municipal court and investment earnings.

The Park Fund accounts for the activities of the Park Board which administers the operation of all City park facilities and various recreation programs. It is funded by a ½ cent sales tax approved by the voters.

The Street Fund accounts for the collection of a ½ cent sales tax approved by voters for the purpose of funding the maintenance of roads and bridges, including related capital items, within the city.

The Debt Service-General Obligation Bond Fund accounts for collection of property tax monies collected for payment of long-term debt.

## CITY OF BELTON, MISSOURI

### NOTES TO FINANCIAL STATEMENTS

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

##### Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued):

Debt Service Funds: These funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Street Projects Fund: These funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

The Street Capital Projects Fund accounts for all receipts and expenditures for the acquisition and construction of capital improvements by the City for the purpose of improvement of the streets and related infrastructure.

The Storm Water Projects Fund accounts for all receipts and expenditures for the acquisition and construction of capital improvements by the City for the purpose of improvement of the storm water system and related infrastructure.

Additional governmental fund types which are combined as non-major funds are as follows:

Special Revenue Funds: These funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for a specific purpose other than debt service or capital projects.

Capital Projects Funds: These funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Proprietary fund financial statements are used to account for activities which are similar to those found in the private-sector. The measurement focus is upon determination of net income, financial position, and cash flows. The City's major enterprise funds are as follows:

Water Fund accounts for the provision of water services to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing, billing, collection, and related debt service.

Sewer Fund accounts for the provision of sewer services to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing, billing, collection, and related debt.

Golf Course Fund accounts for the activities at the Belton municipal golf course, Eagles' Landing.

Solid Waste Fund accounts for the activities related to solid waste collection services provided to the residents of the City.

**CITY OF BELTON, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued):

On the proprietary fund financial statements, operating revenues are those that flow directly from the operations of the activity, i.e., charges to customers or users who purchase or use the goods or services of that activity. Operating expenses are those that are incurred to provide those goods or services. Non-operating revenues and expenses are items such as investment income and interest expense that are not a result of the direct operations of the activity.

Fiduciary fund financial statements are custodial in nature and are merely clearing accounts for assets held by the City as an agent for individuals, private organization, or other governments. Fiduciary funds are excluded from government-wide financial statements.

Y Highway Market Place CID accounts for monies collected by the City which belong to the CID.

Belton Towne Center TDD accounts for monies collected by the City which belong to the TDD.

Y Belton CID accounts for monies collected by the City which belong to the CID.

Cedar Tree CID accounts for monies collected by the City which belong to the CID.

Budgets: The reported budgetary data represents the final approved budget after amendments as adopted by the City Council. Annual operating budgets are adopted for the General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds, and Proprietary Funds. Missouri law requires budgets to be adopted for all governmental funds. The City prepares its budgets on the cash basis of accounting for its governmental funds and the accrual basis for its proprietary funds. The City Council has amended the budget at various times during the year and has performed the following procedures in establishing the City's budget:

- (1) Prior to March 1, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following April 1. The operating budget includes proposed expenditures and the means of financing them.
- (2) Public hearings are conducted to obtain taxpayer comments.
- (3) Prior to April 1, the budget is legally enacted through the passage of an ordinance.
- (4) The City Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council. This constitutes the City's legal level of budgetary control.
- (5) Appropriations lapse at year-end, but may be reappropriated in the following fiscal year.

## CITY OF BELTON, MISSOURI

### NOTES TO FINANCIAL STATEMENTS

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

Pooled Cash, Investments, and Restricted Assets: State statutes authorize the City to invest in banking institutions and obligations of municipalities, repurchase agreements, U.S. government agency obligations, and obligations of the U.S. Treasury. Cash resources of the individual governmental fund types are combined to form a pool of cash and investments. At March 31, 2022, the City's cash was deposited in demand accounts, certificates of deposit, Federal Home Loan Bank Notes, Federal National Mortgage Notes, Federal Home Loan Mortgage Corporation Notes, and U.S. Treasury Obligations. Investments with maturities of less than one year are stated at cost, which approximates fair value. All investments are stated at fair value, which approximates cost. Interest income on pooled cash and investments is allocated based upon each fund's respective average cash balance.

Certain proceeds of federal grants are classified as restricted assets on the balance sheet because their use is limited by applicable grant agreements. Assets are also restricted for court bonds, debt service reserve requirements, refunding customer meter deposits, sewer capital expenditures, development expenditures, and future debt refunding.

Statement of Cash Flows: A statement of cash flows has been presented in accordance with GASB Statement 9 for the Proprietary Funds. For purposes of the statement of cash flows, all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased are considered to be cash equivalents.

Accounts Receivable and Unbilled Usage: Accounts receivable for water, sewer and solid waste services are accounted for in the Water, Sewer and Solid Waste Funds and include billed amounts as well as an accrual for the earned but unbilled services from the previous billing date through March 31, 2022. Accounts receivable in the General Fund represents charges for the mowing of weeds, ambulance service, fire protection, and court fines and fees. Accounts receivable in the Golf Fund represents charges for green fees and annual memberships. All accounts receivable are stated net of allowances.

Interfund Activity: During the course of normal operations, the City has transactions between funds, including expenditures and transfers of resources to provide services and construct assets. Legally authorized transfers are treated as transfers and are included in the results of operations of both Governmental and Proprietary Funds.

Transactions between funds that are representative of cash overdrafts from pooled cash and investing are reported as interfund receivables or payables.

Short-term amounts owed between funds are classified as "Due to/from other funds".

Inventory: Inventory in the Proprietary Funds consists principally of maintenance supplies, gasoline, and oil, and is valued at cost which approximates the lower of cost or market using the first-in/first-out (FIFO) method. The costs of governmental fund inventories are recorded as expenditures when purchased.

## CITY OF BELTON, MISSOURI

### NOTES TO FINANCIAL STATEMENTS

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

Capital Assets: Capital assets, which include land, buildings and improvements, equipment, and infrastructure assets (e.g., roads and bridges), are reported in the applicable government or business-type activities columns in the government-wide statements. Capital assets are defined as assets with a cost of \$5,000 or more and expected useful lives in excess of one year. Capital assets are recorded at historical cost if purchased or constructed, or at estimated historical cost if actual historical cost is not available. Donated capital assets, donated works of art and similar items, and capital assets received in a service arrangement are reported at acquisition value rather than fair value.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized.

All reported capital assets are depreciated except land and construction in process. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following estimated lives:

#### Major Assets

Buildings	7 - 50 years
Improvements	10 - 50 years
Infrastructure	50 years
Furniture and equipment	5 - 30 years

GASB Statement 34 requires the reporting and depreciation of the new infrastructure expenditures effective with the beginning of the implementation year.

Deferred Outflows/Inflows of Resources: In addition to assets, the statement of net position includes a separate element for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to a future period(s) and will not be recognized as an outflow of resources, or expenses/expenditures, until then. The City has deferred changes in proportion dealing with pensions/OPEB and contributions made after the measurement date. The City also has deferred charges on refunding debt. These represent a consumption of net assets that applies to future periods and is not recognized as an outflow of resources until then.

In addition to liabilities, the statement of net position will sometimes report a separate element for deferred inflows of resources. This separate financial statement element represents an acquisition of net assets that applies to a future period(s) and will not be recognized as an inflow of resources, or revenues, until that time. The City has non-exchange revenue transactions where a receivable has been recorded because property taxes were levied, but the resources cannot be used until a future period. This item has been reported as a deferred inflow on the government-wide statement of net position. The City has received monies related to debt issued after year-end. Also, a deferred inflow of resources dealing with pension/OPEB is reported for the differences between expected and actual experience, the net difference between projected and actual earnings on pension investments, and changes of assumptions.



## CITY OF BELTON, MISSOURI

### NOTES TO FINANCIAL STATEMENTS

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

Compensated Absences: Accumulated vacation and sick leave, that is expected to be liquidated with expendable available financial resources, is reported as an expenditure and a fund liability of the governmental fund that will pay it. Accumulated vacation and sick leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees. A liability for these amounts is reported in governmental funds only if they have matured; for example, as a result of employee resignations or retirements.

Pensions: For purposes of measuring the net pension liability, deferred outflows of resources, and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Missouri Local Government Employees Retirement System (LAGERS) and additions to/deductions from LAGERS fiduciary net position have been determined on the same basis as they are reported by LAGERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Long-Term Obligations: Long-term debt is recognized as a liability of a governmental fund when due. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

Encumbrances: Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of the formal budgetary control. Encumbrances outstanding at year-end, if any, are reported as reservations of fund balance for subsequent year expenditures. When expenditures are incurred in subsequent years relating to amounts previously encumbered, such amounts are, if material, reappropriated in the year expended. As of March 31, 2022, there are no material encumbrances.

Use of Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Unearned Revenues: Governmental funds report deferred inflows when resources are received by the City before it has a legal claim to them. In subsequent periods, when both revenue recognition criteria are met, and when the City has a legal claim to the resources, revenue is recognized.

## CITY OF BELTON, MISSOURI

### NOTES TO FINANCIAL STATEMENTS

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

Fund Balances: In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources. The non-spendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form – prepaid items or inventories; or (b) legally or contractually required to be maintained intact.

The spendable portion of the fund balance comprises the remaining four classifications: restricted, committed, assigned, and unassigned.

*Restricted fund balance* - This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

*Committed fund balance* - Amounts can only be used for specific purposes pursuant to constraints imposed by ordinances of the City Council - the government's highest level of decision making authority. These committed amounts cannot be used for any other purpose unless the City Council removes the specified use by ordinance. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

*Assigned fund balance* - This classification reflects assets constrained by the expressed written intent of the City Council or City Manager for capital equipment, capital projects or to be used for a specific purpose not imposed by ordinance.

*Unassigned fund balance* - This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

When both restricted and unrestricted resources are available for use, it is the City's policy to use externally restricted resources first, then unrestricted resources—committed, assigned, and unassigned—in order, as needed.

The City has a stabilization policy established by ordinance of 15% of general fund revenues to be used for unforeseen catastrophic emergencies resulting in a reduction of anticipated revenues which cause a financial hardship. This catastrophic unforeseeable emergency would include a natural disaster in the City, such as a tornado, flood, earthquake, etcetera that causes significant damage or a national economic crisis that causes a significant shortfall in anticipated revenues.

Other Post-Employment Benefits (OPEB): The fiduciary net position of the plan has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes the purpose of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to the OPEB, and OPEB expense, information about assets, liabilities and additions to/deductions from the City's fiduciary net position. Benefit payments are recognized when due and payable in accordance with the benefit terms. There are no investments as this is a "pay as you go" plan.



## CITY OF BELTON, MISSOURI

### NOTES TO FINANCIAL STATEMENTS

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

Net Position Classifications: In the government-wide and proprietary fund financial statements, equity is shown as net position and classified into three components:

*Net investment in capital assets* - These amounts consist of capital assets net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Net investment in capital assets excludes unspent bond or other debt proceeds.

*Restricted net position* - These amounts consist of net position with constraints placed on its use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. It is the City's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

*Unrestricted net position* - These amounts consist of all other net position that does not meet the definition of "restricted" or "net investment in capital assets".

#### 2. DEPOSITS AND INVESTMENTS:

At March 31, 2022, the carrying amount of the City's demand deposits in financial institutions was \$10,900,174. The bank balances of demand deposits were fully covered with a combination of FDIC insurance and pledged collateral held in the name of the City. All deposits were held by a qualified depository.

At March 31, 2022, the City's investments consisted of the following:

	Carrying Amount	Fair Value	Investment Rating
U.S. Government securities	\$ 27,317,876	\$ 26,077,078	Aaa
Treasury notes	692,819	650,973	Aaa
U.S. Agency securities	1,149,449	1,149,449	Aaa
Money Markets	11,802,522	11,327,623	N/A
	<u>\$ 40,962,666</u>	<u>\$ 39,205,123</u>	

# CITY OF BELTON, MISSOURI

## NOTES TO FINANCIAL STATEMENTS

### 2. DEPOSITS AND INVESTMENTS (Continued):

The City categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the calculation inputs used to measure the fair value of the assets. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

U.S. government securities, and U.S. agency securities of \$28.4 million are valued using quoted market prices (level 1).

Money markets of \$11.8 million are valued using net asset value.

#### Interest Rate Risk:

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. The City does not have a formal policy for interest rate risk. However, the City does manage its exposure to fair value losses arising from interest rate changes on invested funds by reviewing the portfolio on an ongoing basis for changes in effective yield amounts. The City has elected to use the segmented time distribution method of disclosure for its interest rate risk.

#### Custodial Credit Risk:

The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk of investments is the risk that, in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The City's policy is to collateralize demand deposits with securities held by the financial institution's agent and in the City's name.

At March 31, 2022, the City had the following investments and maturities:

	Investment maturities (in years)			
	Value	Less than one	1-5	>5
Investment type:				
U.S. Government securities	\$ 27,317,876	\$ 731,846	\$ 26,586,030	\$ -
Treasury notes	692,819	-	692,819	-
U.S. Agency securities	1,149,449	1,149,449	-	-
Money Markets	11,802,522	1,051,514	10,751,008	-
	<u>\$ 40,962,666</u>	<u>\$ 2,932,809</u>	<u>\$ 38,029,857</u>	<u>\$ -</u>

#### Credit Risk:

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Credit risk is measured using credit quality ratings of investments in debt securities as described by nationally recognized rating agencies such as Standard & Poor's and Moody's.

# CITY OF BELTON, MISSOURI

## NOTES TO FINANCIAL STATEMENTS

### 2. DEPOSITS AND INVESTMENTS (Continued):

Concentration of credit risk is the risk of loss attributed to the magnitude of investment in a single issuer.

Missouri State Statutes authorize the City, with certain restrictions, to deposit funds in open accounts, time deposits, and certificates of deposit. Statutes also require that collateral pledged have a fair market value equal to 100% of the funds on deposit, less insured amounts. Collateral securities must be held by the City or a disinterested third party and must be of the kind prescribed by statutes and approved by the State. The City may purchase any investments allowed by the State Treasurer. These include (a) obligations of the United States government or any agency or instrumentality thereof maturing and becoming payable not more than three years from the date of purchase, or (b) repurchase agreements maturing and becoming payable within 90 days secured by U.S. Treasury obligations or obligations of U.S. government agencies or instrumentalities of any maturity, as provided by law.

The City's general credit risk policy is to apply the prudent person rule: Investments shall be made with the exercise of judgment and care, under circumstances then prevailing, which individuals of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital, as well as the probable income to be derived.

At March 31, 2022, the carrying value of deposits and investments are summarized as follows:

Investments:	
U.S. Government securities	\$ 27,317,876
Treasury notes	692,819
U.S. Agency securities	1,149,449
Money Markets	<u>11,802,522</u>
 Total investments	 40,962,666
 Deposits and amount with fiscal agent	 <u>22,958,511</u>
	<u><u>\$ 63,921,177</u></u>

Deposits and investments of the City are reflected in the government-wide financial statements as follows:

	Government- Wide Statement of Net Position	Fiduciary Statement of Net Position
Pooled cash and investments	\$ 61,749,157	\$ 39,525
Restricted cash	2,132,491	-
Cash with fiscal agent	<u>4</u>	<u>-</u>
	<u><u>\$ 63,881,652</u></u>	<u><u>\$ 39,525</u></u>

# CITY OF BELTON, MISSOURI

## NOTES TO FINANCIAL STATEMENTS

### 3. ACCOUNTS RECEIVABLE:

As a result of providing water and sanitation services to its citizens, the City has extended credit to them. Accounts receivable are presented net of allowance for doubtful accounts of \$471,565 in the Water Fund, \$376,251 in the Sewer Fund, and \$29,690 in the Solid Waste Fund.

Water, solid waste, and sewer services are accounted for in the Water, Solid Waste, and Sewer Funds when billed. Unbilled usage for service consumed between periodic scheduled billing dates is recognized as revenue in the period in which service is provided. All are net of an allowance for uncollectibles.

### 4. CAPITAL ASSETS:

Capital asset activity for the year ended March 31, 2022, consisted of the following:

	Balance 4/1/2021	Increases	Decreases	Balance 3/31/2022
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 2,217,764	\$ -	\$ -	\$ 2,217,764
Construction in progress	3,610,866	3,289,055	1,661,690	5,238,231
Total capital assets not being depreciated	5,828,630	3,289,055	1,661,690	7,455,995
Capital assets being depreciated:				
Buildings	36,500,005	-	-	36,500,005
Improvements	44,253,756	5,934,221	-	50,187,977
Furniture and equipment	13,448,562	1,255,429	212,585	14,491,406
Infrastructure	75,736,622	1,488,066	-	77,224,688
Total capital assets being depreciated	169,938,945	8,677,716	212,585	178,404,076
Less accumulated depreciation:				
Buildings	16,068,604	1,046,469	-	17,115,073
Improvements	14,589,401	1,934,660	-	16,524,061
Furniture and equipment	10,761,971	1,056,126	211,132	11,606,965
Infrastructure	34,687,585	1,864,525	-	36,552,110
Total accumulated depreciation	76,107,561	5,901,780	211,132	81,798,209
Total capital assets being depreciated, net	93,831,384	2,775,936	1,453	96,605,867
Governmental activities capital assets, net	\$ 99,660,014	\$ 6,064,991	\$ 1,663,143	\$ 104,061,862

# CITY OF BELTON, MISSOURI

## NOTES TO FINANCIAL STATEMENTS

### 4. CAPITAL ASSETS (Continued):

Capital asset activity for the year ended March 31, 2022, consisted of the following (Continued):

	Balance 4/1/2021	Increases	Decreases	Balance 3/31/2022
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 442,103	\$ -	\$ -	\$ 442,103
Construction in progress	562,596	1,507,517	-	2,070,113
Total capital assets not being depreciated	1,004,699	1,507,517	-	2,512,216
Capital assets being depreciated:				
Buildings	1,009,493	-	-	1,009,493
Improvements	53,734,456	49,271	-	53,783,727
Sewer plant	23,195,454	-	-	23,195,454
Equipment	5,819,044	410,791	106,867	6,122,968
Total capital assets being depreciated	83,758,447	460,062	106,867	84,111,642
Less accumulated depreciation:				
Buildings	555,768	31,854	-	587,622
Improvements	21,183,052	1,090,321	-	22,273,373
Sewer plant	10,037,972	861,873	-	10,899,845
Equipment	3,630,878	367,835	106,867	3,891,846
Total accumulated depreciation	35,407,670	2,351,883	106,867	37,652,686
Total capital assets being depreciated, net	48,350,777	(1,891,821)	-	46,458,956
Business-type activities capital assets, net	\$ 49,355,476	\$ (384,304)	\$ -	\$ 48,971,172

## CITY OF BELTON, MISSOURI

### NOTES TO FINANCIAL STATEMENTS

#### 4. CAPITAL ASSETS (Continued):

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

Governmental activities:

General government	\$ 887,479
Emergency management	97,550
Community development	6,764
Fire and emergency services	450,281
Municipal jail	15,491
Public safety	454,086
Public works	3,072,327
Parks	<u>917,802</u>

Total depreciation expense, governmental \$ 5,901,780

Business-type activities:

Sewer	\$ 1,530,334
Water	664,175
Solid Waste	72,269
Golf course	<u>85,105</u>

Total depreciation expense, business-type \$ 2,351,883

**CITY OF BELTON, MISSOURI**

**NOTES TO FINANCIAL STATEMENTS**

5. PENSION PLAN:

**General Information about the Pension Plan**

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

Benefits provided: LAGERS provides retirement, death, and disability benefits. Benefit provisions are adopted by the governing body of the employer, within the options available in the state statutes governing LAGERS. All benefits vest after 5 years of credited service. Employees who retire on or after age 60 (55 for police and fire) with 5 or more years of service are entitled to an allowance for life based upon the benefit program information provided below. Employees may retire with an early retirement benefit with a minimum of 5 years of credited service and after attaining age 55 (50 for police and fire) and receive a reduced allowance.

	2021 Valuation
Benefit Multiplier:	2%
Final Average Salary:	3 years
Member Contributions:	0%

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

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

Inactive employees or beneficiaries currently receiving benefits	141
Inactive employees entitled to but not yet receiving benefits	138
Active employees	190
	<hr/> 469 <hr/>

## CITY OF BELTON, MISSOURI

### NOTES TO FINANCIAL STATEMENTS

#### 5. PENSION PLAN (Continued):

Contributions: The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance an unfunded accrued liability. Full-time employees of the employer do not contribute to the pension plan. Employer contribution rates are 13.4% General, 17.3% Police, and 15.5% Fire of annual covered payroll.

Net Pension Liability: The employer's net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of February 29, 2021.

Actuarial assumptions: The total pension liability in the February 29, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75% wage; 2.25% price
Salary Increase	2.75% to 6.75% including wage inflation
Investment rate of return	7.0%, net of investment expenses

Mortality rates were based on the 115% of the Pub-2010 mortality table for males and females, adjusted for mortality improvements back to the observation period base year 2006.

The actuarial assumptions used in the February 29, 2021, valuation were based on the results of an actuarial experience study for the period March 1, 2015 through February 29, 2020.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equity	39.00%	4.16%
Fixed Income	28.00%	1.05%
Real Assets	33.00%	2.09%



# CITY OF BELTON, MISSOURI

## NOTES TO FINANCIAL STATEMENTS

### 5. PENSION PLAN (Continued):

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

### Changes in the Net Pension Liability (Asset):

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension (Asset)/Liability
	(a)	(b)	(a) - (b)
Balances at 6/30/2020	\$ 58,676,181	\$ 56,498,398	\$ 2,177,783
Changes for the year:			
Service cost	1,339,113	-	1,339,113
Interest	4,220,987	-	4,220,987
Change in assumptions	(941,138)	-	(941,138)
Difference between expected and actual experience	(1,605,452)	-	(1,605,452)
Contributions - employer	-	1,546,669	(1,546,669)
Contributions - employee	-	-	-
Net investment income	-	15,912,824	(15,912,824)
Benefit payments, including refunds	(2,266,694)	(2,266,694)	-
Administrative expense	-	(41,915)	41,915
Other changes	-	107,833	(107,833)
Net changes	746,816	15,258,717	(14,511,901)
Balances at 6/30/2021	\$ 59,422,997	\$ 71,757,115	\$ (12,334,118)

Sensitivity of the net pension liability to changes in the discount rate: The following presents the Net Pension Liability of the employer, calculated using the discount rate of 7.00%, as well as what the employer's Net Pension Liability would be using a discount rate that is 1 percentage point lower (6.00%) or one percentage point higher (8.00%) than the current rate.

	Current Single Discount		
	1% Decrease 6.00%	Rate Assumption 7.00%	1% Increase 7.00%
Total Pension Liability (TPL)	\$ 68,368,787	\$ 59,422,997	\$ 52,093,395
Plan Fiduciary Net Position	71,757,113	71,757,115	71,757,115
Net Position Liability/(Asset) (NPL)	\$ (3,388,326)	\$ (12,334,118)	\$ (19,663,720)

# CITY OF BELTON, MISSOURI

## NOTES TO FINANCIAL STATEMENTS

### 5. PENSION PLAN (Continued):

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

For the year ended March 31, 2022, the City recognized pension expense of (\$1,392,242). The City reported deferred outflows and inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences in experience	\$ 1,290,689	\$ (2,098,581)
Differences in assumptions	101,342	(721,378)
Excess (deficit) investment returns	-	(7,850,276)
Contributions subsequent to the measurement date*	1,334,550	-
Total	<u>\$ 2,726,581</u>	<u>\$ (10,670,235)</u>

\*The amount reported as deferred outflows of resources resulting from contributions subsequent to the measurement date will be recognized as a reduction in the Net Pension Liability for the year ending March 31, 2023.

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

<u>Year Ending</u>	<u>Net Deferred Outflows of Resources</u>
2023	\$ (2,547,864)
2024	(2,055,575)
2025	(2,164,327)
2026	(2,444,358)
2027	11,985
Thereafter	(78,065)
	<u>\$ (9,278,204)</u>

#### **Payable to the Pension Plan**

At March 31, 2022, the City reported a payable of \$192,027 for the outstanding amount of contributions to the pension plan required for the year ended March 31, 2022.

**CITY OF BELTON, MISSOURI**

**NOTES TO FINANCIAL STATEMENTS**

**6. LONG-TERM DEBT:**

Changes in long-term debt of the City for the year ended March 31, 2022, consisted of the following:

Governmental Activities					
	Balance April 1, 2021	Additions	Retirements	Balance March 31, 2022	Amounts Due Within One Year
Notes payable	\$ 13,034	\$ -	\$ 3,956	\$ 9,078	\$ 4,116
Sales tax revenue bonds	2,885,000	-	500,000	2,385,000	-
General obligation bonds	41,495,000	6,550,000	4,310,000	43,735,000	2,125,000
Bond (discount) / premium	4,466,161	326,231	574,294	4,218,098	564,854
Certificates of participation	10,547,800	-	1,779,000	8,768,800	1,878,000
Capital leases	<u>637,418</u>	<u>-</u>	<u>175,038</u>	<u>462,380</u>	<u>161,265</u>
Total bonds and notes payable	60,044,413	6,876,231	7,342,288	59,578,356	4,733,235
Other liabilities:					
OPEB*	831,097	47,632	86,000	792,729	-
Compensated absences*	<u>1,234,820</u>	<u>485,087</u>	<u>141,294</u>	<u>1,578,613</u>	<u>152,668</u>
	<u>\$ 62,110,330</u>	<u>\$ 7,408,950</u>	<u>\$ 7,569,582</u>	<u>\$ 61,949,698</u>	<u>\$ 4,885,903</u>
Business-Type Activities					
	Balance April 1, 2021	Additions	Retirements	Balance March 31, 2022	Amounts Due Within One Year
Revenue bonds	\$ 2,470,000	\$ -	\$ 120,000	\$ 2,350,000	\$ 120,000
Notes payable	18,350,400	-	1,029,500	17,320,900	1,029,500
Certificates of participation	547,200	-	111,000	436,200	111,000
Bond (discount) / premium	177,226	-	20,246	156,980	20,245
Capital leases	<u>750,676</u>	<u>124,229</u>	<u>296,277</u>	<u>578,628</u>	<u>270,050</u>
Total bonds and notes payable	22,295,502	124,229	1,577,023	20,842,708	1,550,795
Other liabilities:					
Compensated absences	180,193	11,881	25,465	166,609	23,642
OPEB	<u>104,417</u>	<u>2,187</u>	<u>10,433</u>	<u>96,171</u>	<u>-</u>
	<u>\$ 22,580,112</u>	<u>\$ 138,297</u>	<u>\$ 1,612,921</u>	<u>\$ 21,105,488</u>	<u>\$ 1,574,437</u>

\*Other liabilities are primarily liquidated by the General Fund.

**CITY OF BELTON, MISSOURI**

**NOTES TO FINANCIAL STATEMENTS**

6. LONG-TERM DEBT (Continued):

The compensated absences liability attributable to governmental activities will be liquidated primarily by the General Fund. The liability for compensated absences has been calculated using the vesting method, which leaves amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Total City debt at March 31, 2022, consisted of the following:

General obligation bonds:

\$6,550,000, Series 2021 general obligation refunding bonds, to refund the Series 2011 Bonds and street improvements, due in annual installments of \$187,711 to \$586,150, through March 1, 2041; interest at 1% to 5%	\$ 6,495,000
\$7,670,000, Series 2013 general obligation cross over refunding bonds, to refund a portion of the Series 2006 bonds, due in annual installments of \$380,000 to \$1,220,000, through September 1, 2026; interest at 2% to 3%	4,185,000
\$4,350,000, Series 2017 general obligation refunding bonds, to refund the Series 2007 bonds, due in annual installments of \$580,000 to \$880,000, through September 1, 2023; interest at 3%	880,000
\$11,940,000, Series 2017C general obligation cross over refunding bonds, to refund a portion of the Series 2011 and Series 2010 bonds, due in annual installments of \$95,000 to \$2,185,000, through September 1, 2031; interest at 4% to 5%	11,845,000
\$2,100,000, Series 2017B general obligation refunding bonds, issued for street improvements, due in annual installments of \$50,000 to \$445,000, through September 1, 2031; interest at 2.125% to 4%	2,050,000
\$20,000,000, Series 2019 general obligation bonds, issued for street and storm water improvements, due in annual installments of \$95,000 to \$2,575,000, through September 1, 2039; interest at 3.0% to 4.0%	<u>18,280,000</u>
Total general obligation bonds	<u>43,735,000</u>
Governmental bond (discount) / premium	<u>4,218,098</u>

**CITY OF BELTON, MISSOURI**

**NOTES TO FINANCIAL STATEMENTS**

**6. LONG-TERM DEBT (Continued):**

Governmental fund revenue bonds,

\$3,210,000, Series 2012B tax increment financing bonds, due in two installments of \$1,000,000 and \$2,210,000, through December 1, 2034; interest at 5.25% to 5.75% \$ 2,385,000

Total governmental revenue bonds 2,385,000

Governmental fund certificates of participation,

\$17,208,200, Series 2017 tax-exempt certificates of participation, issued for refunding series 2008 and Series 2007 certificates of participation due in annual installments of \$1,248,000 to \$2,304,894, through March 1, 2027; interest at 2.0% to 5.0% 8,768,800

Total governmental certificates of participation 8,768,800

Governmental fund notes payable,

\$52,015, DNR note payable, issued for heating, air conditioning, and lighting, due in semi-annual installments of \$2,219, through August 1, 2024; interest at 4% 9,078

Total governmental notes payable 9,078

Governmental fund capital leases:

\$1,530,000, lease purchase of equipment and vehicles for the Fire department, due in annual installments of \$70,000 to \$337,000, through November 1, 2024; interest at 2.15% \$ 402,000

\$113,796, lease purchase of fitness equipment, due in monthly installments of \$2,680, through April 9, 2024; interest at 6.14% 60,380

Total governmental capital leases 462,380

Proprietary fund revenue bonds,

\$2,610,000, Series 2020 Sewerage System Revenue Bonds, due in annual installments of \$120,000 to \$210,000, through January 1, 2036; interest at 2.0% to 3.0% 2,350,000

Proprietary fund certificates of participation,

\$961,800, Series 2017 tax-exempt certificates of participation, issued for refunding the Series 2007 COP, due in annual installments of \$711,190 to \$138,836, through March 1, 2026; interest at 2.0% to 5.0% 436,200

Proprietary fund certificates of participation bond premiums 156,980

**CITY OF BELTON, MISSOURI**

**NOTES TO FINANCIAL STATEMENTS**

**6. LONG-TERM DEBT (Continued):**

Proprietary fund notes payable:

\$6,758,720, Series 2014 DNR note payable, issued for waterworks improvements, due in semi annual installments of \$143,720 to \$208,000, through January 1, 2038; interest at 1.59%	\$ 5,111,400
\$13,270,408, Series 2015 DNR note payable, issued for wastewater improvements, due in semi annual installments of \$280,408 to \$415,000, through July 1, 2036; interest at 1.35%	10,365,000
\$2,540,254, Series 2015 DNR note payable, issued for waterworks improvements, due in semi annual installments of \$55,000 to \$81,900, through July 1, 2035; interest at 1.28%	<u>1,844,500</u>
Total proprietary fund notes payable	<u>17,320,900</u>

Proprietary fund capital leases:

\$885,000, lease purchase to refund the 2005 Golf Course certificate of participation, due in annual installments of \$70,000 to \$337,000, through November 1, 2024; interest at 2.15%	\$ 235,000
\$415,584, lease purchase to purchase trash carts, due in annual installments of \$133,083 to \$144,045, through June 21, 2022; interest at 4.04%	144,048
\$124,229, lease purchase to purchase a fairway mower, due in annual installments of \$26,229, through November 2, 2025; interest at 2.75%	98,000
\$168,980, lease purchase to purchase golf carts due in annual installments of \$36,259, through May 1, 2025, interest at 3.5%	<u>101,580</u>
Total proprietary capital leases	<u>578,628</u>
Total City long-term debt	<u>\$ 80,421,064</u>

# CITY OF BELTON, MISSOURI

## NOTES TO FINANCIAL STATEMENTS

### 6. LONG-TERM DEBT (Continued):

At March 31, 2022, the constitutionally imposed total general obligation debt limit was \$65,028,336 which, after reduction for outstanding general obligation bonds of \$47,651,667, and considering the \$3,800,000 available in the Debt Service Fund, provides a general obligation debt margin of \$21,176,669.

Aggregate annual principal and interest payments applicable to long-term debt are:

Years ending March 31,	Principal	Interest	General Obligation Bonds
2023	\$ 2,125,000	\$ 1,541,553	\$ 3,666,553
2024	2,050,000	1,473,502	3,523,502
2025	2,185,000	1,393,703	3,578,703
2026	2,325,000	1,309,352	3,634,352
2027	2,495,000	1,223,353	3,718,353
2028 - 2032	13,735,000	4,324,620	18,059,620
2033 - 2037	12,015,000	2,228,400	14,243,400
2038 - 2041	<u>6,805,000</u>	<u>342,600</u>	<u>7,147,600</u>
	<u>\$ 43,735,000</u>	<u>\$ 13,837,083</u>	<u>\$ 57,572,083</u>
Years ending March 31,	Principal	Interest	Certificates of Participation
2023	\$ 1,995,000	\$ 448,250	\$ 2,443,250
2024	2,085,000	348,500	2,433,500
2025	2,190,000	244,250	2,434,250
2026	1,735,000	134,750	1,869,750
2027	<u>1,200,000</u>	<u>48,000</u>	<u>1,248,000</u>
	<u>\$ 9,205,000</u>	<u>\$ 1,223,750</u>	<u>\$ 10,428,750</u>

# CITY OF BELTON, MISSOURI

## NOTES TO FINANCIAL STATEMENTS

### 6. LONG-TERM DEBT (Continued):

Years ending March 31,	Principal	Interest	Proprietary Revenue Bonds
2023	\$ 125,000	\$ 54,000	\$ 179,000
2024	135,000	50,250	185,250
2025	140,000	46,200	186,200
2026	145,000	42,000	187,000
2027	155,000	37,650	192,650
2028 - 2032	850,000	132,000	982,000
2033 - 2037	<u>800,000</u>	<u>40,500</u>	<u>840,500</u>
	<u>\$ 2,350,000</u>	<u>\$ 402,600</u>	<u>\$ 2,752,600</u>
Years ending March 31,	Principal	Interest	Sales Tax Revenue Bonds
2023	\$ -	\$ 179,575	\$ 179,575
2024	-	179,575	179,575
2025	-	179,575	179,575
2026	-	179,575	179,575
2027	-	179,575	179,575
2028 - 2032	-	897,875	897,875
2032 - 2035	<u>2,385,000</u>	<u>538,725</u>	<u>2,923,725</u>
	<u>\$ 2,385,000</u>	<u>\$ 2,334,475</u>	<u>\$ 4,719,475</u>



**CITY OF BELTON, MISSOURI**

**NOTES TO FINANCIAL STATEMENTS**

6. LONG-TERM DEBT (Continued):

Years ending March 31,	Principal	Interest	Notes Payable
2023	\$ 1,055,216	\$ 241,435	\$ 1,296,651
2024	1,076,882	226,324	1,303,206
2025	1,098,780	210,921	1,309,701
2026	1,120,700	195,292	1,315,992
2027	1,146,200	179,357	1,325,557
2028 - 2032	6,110,400	645,227	6,755,627
2033 - 2037	<u>5,721,800</u>	<u>194,786</u>	<u>5,916,586</u>
	<u>\$ 17,329,978</u>	<u>\$ 1,893,342</u>	<u>\$ 19,223,320</u>

Bond Reserve Accounts:

Under the three Series 2012 Tax Increment Financing Bonds, the City is required to deposit funds into a reserve account equal to \$586,500.

At March 31, 2022, the City was in compliance with all of these requirements.

Rates and fees established and charged were sufficient to satisfy bond covenant responsibilities for the sewer fund for the year ended March 31, 2022.

7. CAPITAL LEASES:

The City has entered into lease agreements for financing capital equipment. The lease agreements qualify as capital leases for accounting purposes, and therefore have been recorded at the present value of their future minimum lease payments as of the inception date.

The assets acquired through capital leases are as follows:

<u>Asset</u>	
Governmental equipment	\$ 1,364,776
Business type equipment	<u>1,424,812</u>
Total assets acquired	<u>\$ 2,789,588</u>

**CITY OF BELTON, MISSOURI**

**NOTES TO FINANCIAL STATEMENTS**

7. CAPITAL LEASES (Continued):

The future minimum lease payments and the present value of the remaining minimum lease payments as of March 31, 2022, are as follows:

Years Ending March 31,	Proprietary Funds	Governmental Funds
2023	\$ 322,399	\$ 172,802
2024	170,282	172,964
2025	88,028	137,903
2026	26,229	-
	606,938	483,669
Less: amount representing interest	28,310	21,289
Present value of future minimum lease payments	<u>\$ 578,628</u>	<u>\$ 462,380</u>

8. CONDUIT DEBT:

The City has issued taxable industrial revenue bonds to provide assistance. The bonds are special obligations and do not constitute debt obligations to the City. Accordingly, the bonds are not recorded as a liability in the financial statements.

Belton Research Hospital:

During March 2012, the City had approved issuance of up to \$16,500,000 maximum principal on the taxable industrial revenue bonds. At March 31, 2022, \$14,751,155 had been issued.

Pace Capital / ROM:

During November 2014, the City had approved issuance of up to \$2,000,000 maximum principal on the taxable industrial revenue bonds. At March 31, 2022, \$2,000,000 had been issued.

Salina Hotel Corporation:

During September 2017, the City approved issuance of up to \$7,746,700 maximum principal on the taxable industrial revenue bonds. At March 31, 2022, \$719,750 had been issued.

Northpoint Southview Industrial Development 1:

During July 2019, the City approved issuance of up to \$26,200,000 maximum principal on the taxable industrial revenue bonds. At March 31, 2022, \$26,220,000 had been issued.

**CITY OF BELTON, MISSOURI**

**NOTES TO FINANCIAL STATEMENTS**

8. CONDUIT DEBT (Continued):

Northpoint Southview Industrial Development 2:

During March 2020, the City approved issuance of up to \$23,800,000 maximum principal on the taxable industrial revenue bonds. At March 31, 2022, \$23,800,000 had been issued.

Northpoint Southview Industrial Development 3:

During June 2020, the City approved issuance of up to \$40,000,000 maximum principal on the taxable industrial revenue bonds. At March 31, 2022, \$40,000,000 had been issued.

Northpoint Southview Industrial Development 4:

During April 2021, the City approved issuance of up to \$30,000,000 maximum principal on the taxable industrial revenue bonds. At March 31, 2022, \$17,518,197 had been issued.

Chewy Development:

During July 2020, the City had approved issuance of up to \$70,000,000 maximum principal on the taxable industrial revenue bonds. At March 31, 2022, \$9,521,194 had been issued.

9. RESTRICTED CASH:

Restricted cash and investments at March 31, 2022, consisted of the following:

Account	Governmental Funds		
	General Fund	Special Revenue Fund	Total Governmental Funds
Court bonds	\$ 26,337	\$ -	\$ 26,337
Jail	988	-	988
CID unit	25,196	-	25,196
Donations	11,006	-	11,006
Escrow	216,974	-	216,974
TIF's	-	1,149,448	1,149,448
Reserve for debt service	-	174,899	174,899
	<u>\$ 280,501</u>	<u>\$ 1,324,347</u>	<u>\$ 1,604,848</u>

**CITY OF BELTON, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

9. RESTRICTED CASH (Continued):

Restricted cash and investments at March 31, 2022, consisted of the following:

		<u>Proprietary Funds</u>	
Reserve for debt service	\$ -	\$ 135,526	\$ 135,526
Reserve for principal and interest	<u>392,117</u>	<u>-</u>	<u>392,117</u>
	<u>\$ 392,117</u>	<u>\$ 135,526</u>	<u>\$ 527,643</u>

10. LEGAL MATTERS:

There are a number of claims and/or lawsuits to which the City is a party as a result of certain law enforcement activities, injuries, and various other matters and complaints arising in the ordinary course of City activities. The City's management and legal counsel believe that the potential claims against the City not covered by insurance, if any, resulting from such matters, would not materially affect the financial position of the City.

11. TAX REVENUES:

The tax revenue, including interest and penalties collected thereon, for the year ended March 31, 2022, is as follows:

<u>Type</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>
Property	\$ 1,757,089	\$ 782,197	\$ 4,720,605
Railroad & utilities	210,071	-	-
Franchise	3,434,608	-	-
Cigarette	124,166	-	-
City sales	8,411,826	2,339,314	-
Park sales	-	2,339,326	-
Transportation sales	-	2,339,326	-
Hotel/motel	-	231,208	-
In lieu of tax	115,200	1,278,189	-
EATS	-	2,196,011	-
Financial institution	<u>11,540</u>	<u>-</u>	<u>-</u>
	<u>\$ 14,064,500</u>	<u>\$ 11,505,571</u>	<u>\$ 4,720,605</u>

# CITY OF BELTON, MISSOURI

## NOTES TO FINANCIAL STATEMENTS

### 11. TAX REVENUES (Continued):

The assessed valuation of the tangible property for the purpose of local taxation as of July 26, 2021, was as follows:

Real estate	\$ 264,093,731
Personal property	<u>61,047,953</u>
	<u>\$ 325,141,684</u>

The tax levy per \$100 of assessed valuation of tangible real and personal property for the calendar year 2021 was as follows:

General Fund	\$ 0.4942
Park and Recreation Fund	0.2199
Debt Service Funds	<u>1.3305</u>
	<u>\$ 2.0446</u>

Property taxes may attach as an enforceable lien on property as of January 1. Taxes are levied no later than November 1 and are due and payable at that time. All unpaid taxes levied by November 1 become delinquent January 1 of the following year.

### 12. INTERFUND BALANCES:

Interfund receivable and payable balances at March 31, 2022, were as follows:

	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ 50,491	\$ 149
Special Revenue Funds:		
Park	19,088	-
Capital Improvements Sales Tax	30	7,687
Southtowne Plaza TIF	149	-
Debt Service Fund,		
Debt Service - General Obligation Bond	-	61,892
Proprietary Funds,		
Golf Course	<u>-</u>	<u>30</u>
	<u>\$ 69,758</u>	<u>\$ 69,758</u>

**CITY OF BELTON, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

12. INTERFUND BALANCES (Continued):

Transfers during the year ended March 31, 2022, were as follows:

	Transfers In	Transfers Out
General Fund	<u>\$ 2,736,867</u>	<u>\$ 4,826,224</u>
Special Revenue Funds:		
Park	\$ 493,875	\$ -
Street	48,000	34,862
Capital Improvement Sales Tax	-	34,862
Park Sales Tax	-	493,875
Y HWY Market Place TIF	<u>139,448</u>	<u>-</u>
	<u>\$ 681,323</u>	<u>\$ 563,599</u>
Debt Service Fund	<u>\$ -</u>	<u>\$ 4,814,754</u>
Capital Projects Funds:		
Street Capital Projects	\$ 4,814,754	\$ -
Street Projects	<u>1,250,000</u>	<u>-</u>
	<u>\$ 6,064,754</u>	<u>\$ -</u>
Proprietary Fund:		
Water	\$ 476,000	\$ -
Golf	<u>245,633</u>	<u>-</u>
	<u>\$ 721,633</u>	<u>\$ -</u>
	<u><u>\$ 10,204,577</u></u>	<u><u>\$ 10,204,577</u></u>

In general, transfers are used to (1) move revenues from the fund that collects the money to the fund that expends the money, (2) move receipts restricted or earmarked for debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in a fund to provide operating advances to other funds in accordance with budgetary authorizations.

**CITY OF BELTON, MISSOURI**

**NOTES TO FINANCIAL STATEMENTS**

**13. INTERGOVERNMENTAL REVENUE:**

Intergovernmental revenue during the year ended March 31, 2022, consisted of the following:

	General Fund	Other Governmental Funds	Sewer Fund	Water Fund	Golf Course Fund
Federal:					
US Department of Justice:					
Violence Against Women	\$ 30,527	\$ -	\$ -	\$ -	\$ -
HIDTA	102,556	-	-	-	-
BJA	22,872	-	-	-	-
DHS - Terrorism Prevention	337,421	-	-	-	-
US Department of Transportation:					
Public Safety Grants	54,367	-	-	-	-
Highway Planning and Construction	-	191,299	-	-	-
US Department of Treasury,					
ARPA	149,219	51,713	11,345	2,185,763	10,251
State:					
Department of Revenue:					
Motor Vehicle Sales Tax	-	246,345	-	-	-
Motor Vehicle Fuel Tax	-	651,580	-	-	-
Motor Vehicle Fees	-	111,710	-	-	-
Department of Conservation					
Community Conservation Grant	-	25,000	-	-	-
County:					
TDD revenues	354,145	127,322	-	-	-
Road & Bridge Property Taxes	-	116,081	-	-	-
County Sales Tax	-	311,436	-	-	-
Other Local Governmental Agencies,					
MARC Senior Center	61,013	-	-	-	-
City,					
Vehicle Servicing	<u>122,920</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 1,235,040</u>	<u>\$ 1,832,486</u>	<u>\$ 11,345</u>	<u>\$ 2,185,763</u>	<u>\$ 10,251</u>

**14. RISK MANAGEMENT:**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; workers' compensation, and natural disasters for which the City carries commercial insurance. There have been no significant reductions in insurance coverage from the prior year and no significant losses in the past three fiscal years.

## CITY OF BELTON, MISSOURI

### NOTES TO FINANCIAL STATEMENTS

#### 15. SELF-INSURANCE:

The City is a member of the Midwest Public Risk (MPR), a not-for-profit corporation consisting of local governments and political subdivisions. MPR was formed as a public entity risk retention pool and covers medical and dental, workers' compensations, and property and casualty claims for its members. The City maintains only workers' compensation and property and casualty coverage through MPR. MPR has been established as assessable pools and accounting records are maintained for each year of coverage on a policy-year basis. The City pays annual premiums to MPR for each coverage. The agreement with MPR provides that MPR will be self-sustained through member premiums. MPR has the authority to assess members for deficiencies of revenues under expenses for any single plan year. Likewise, MPR has the authority to declare refunds to members for excess revenues over expenses relating to any single plan year. MPR has not had deficiencies in any of the past three fiscal years. The City purchases commercial insurance for medical, dental, short-term disability, and life insurance.

The City has the following types of insurance coverages and deductibles through MPR for fiscal year 2022: General Liability \$10,000; Automobile Liability \$10,000; Law Enforcement \$10,000; EMS \$10,000; Public Officials \$10,000; and Property \$2,500.

MPR's financial statements are presented in its Comprehensive Annual Financial Report.

#### 16. DEFERRED COMPENSATION PLAN:

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all City employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional.

Employees may contribute up to 25% of their annual base salary to a maximum limit of \$19,500 per year. The deferred compensation is not available to employees until termination, retirement, death, or an unforeseeable emergency. Investments are managed by the plan's trustee, and the choice of the investment option(s) is made by the participants.

The City may contribute 2% of employee compensation for full-time employees participating in the plan. No contributions are made for part-time employees. No contributions have been made for several years.

#### 17. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY:

For the year ended March 31, 2022, in violation of Missouri state statues and the City's budgetary process, the City had actual expenditures in excess of budget in the following funds:

Cedar Tree TIF	\$	5,599
Park		672
Southtowne Plaza TIF		3,833
		<hr/>
	\$	<u>10,104</u>



**CITY OF BELTON, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**18. COMMITMENTS AND CONTINGENCIES:**

Construction commitments at March 31, 2022 consisted of the following:

Fund	Amount
Street	\$ 285,658
Street Projects	96,666
Street Capital Project	152,100
Storm Water Projects	5,644,307
Solid Waste	<u>90,636</u>
Total	<u>\$6,269,367</u>

The City participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of March 31, 2022, significant amounts of grant expenditures have not been audited by grantor governments.

**19. NET POSITION:**

Net position is comprised of three categories: Net investment in capital assets; restricted net position; and unrestricted net position. The first category reflects the portion of net position which is associated with non-liquid, capital assets, less the outstanding debt (net) related to these capital assets. The related debt (net) is the debt less the outstanding liquid assets and any associated unamortized costs. Restricted net position are restricted assets, (usually cash) that must be spent for specific purposes. Net position, which are neither restricted nor related to capital assets, are reported as unrestricted net position.

## CITY OF BELTON, MISSOURI

### NOTES TO FINANCIAL STATEMENTS

#### 19. NET POSITION (Continued):

The City issued debt to finance the construction of infrastructure in the Tax Increment Financing Districts. However, the City does not own these capital assets. As a result, in the Statement of Net Position, the debt reduces unrestricted net position of the City and the unspent bond proceeds are reported in restricted net position.

Capital assets, net	\$ 104,061,862
Total debt	(59,578,356)
Deferred outflows from debt refunding	2,130,450
Debt related to assets not owned by the City:	
Series 2017 certificate of participation	2,391,500
Series 2012B tax increment financing bond	<u>2,385,000</u>
	4,776,500
Unspent bond proceeds and reserves	<u>9,711,016</u>
Net investment in capital assets	<u>\$ 61,101,472</u>

The City has reported a deficit in its unrestricted net position due to issuing debt for the construction of assets not owned by the City. The City has a sales and property tax revenue stream dedicated to paying off the debt in future years.

#### 20. PLEDGED REVENUES:

The City has pledged a portion of future PILOT and Economic Activity Tax (EATS) revenues to repay \$3,210,000 in Tax Increment Revenue Bonds issued October 2012. The outstanding principal on these bonds as of March 31, 2022, was \$2,385,000. The original bonds were used to provide funding for the Y Highway Market Place project. The bonds are payable solely from the incremental property and sales taxes generated by the development in the Y Highway Market Place TIF district. Total principal and interest remaining on the bonds is \$4,719,475, with the final maturity scheduled for December 1, 2035. For the current year, principal and interest paid from PILOTS and EATS revenues were \$500,000 and \$153,456, respectively.

The City has pledged future sewer customer revenues, net of specified operating expenses, to repay two debt issues totaling \$3,500,000. The Series 2010A bonds were issued in the amount of \$435,000. The Series 2010B bonds were issued in the amount of \$3,065,000. On March 19, 2020, the debt was refunded and the Series 2020 Sewerage System Revenue Bonds were issued for \$2,610,000. The outstanding principal on these bonds as of March 31, 2022, was \$2,350,000. Proceeds from the original debt issuance of these bonds were used to fund storm water projects. The bonds are payable from the sewer fund net revenues. Total principal and interest remaining on the refunded bonds is \$2,752,600, with the final maturity scheduled for January 1, 2036. For the current year, the principal and interest paid were \$120,000 and \$57,600, respectively.

**CITY OF BELTON, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**21. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS:**

General Information about the OPEB Plan

Plan Description: The City provides employees that retire at the same time they end their service to the City, the opportunity for continuation of medical and dental insurance coverage offered through Midwest Public Risk as part of a single employer defined benefit OPEB plan.

The City requires the retirees to pay the carrier-charged premium. The rates being paid by retirees for benefits are typically lower than those for individual health insurance policies. The difference between these amounts is the implicit rate subsidy, which is considered other post-employment benefits (OPEB) under GASB Statement No. 75.

Benefits Provided: Retirees and their dependents have the same benefits as active employees. The retiree may continue coverage until death. Spousal coverage is available until the retiree becomes covered under another employer health plan, attains Medicare eligibility age, or 36 months after the death of the retiree under Cobra law.

Funding Policy: The City funds benefits on a “pay as you go” basis for GASB purposes. GASB Statement 75 does not require funding of the OPEB liability, and the City has chosen not to fund it. City policy dictates the payment of retiree claims as they become due. Assets are not recognized unless placed in a qualifying trust agreement.

Employees covered by the benefit term: At January 1, 2022, the following employees were covered by the benefit term:

Inactive employee or beneficiaries currently receiving benefit payments	4
Active employees	<u>196</u>
	<u>200</u>

Net OPEB Liability: The employer’s net OPEB liability of \$888,900 was measured as of March 31, 2022, and the total OPEB liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2022.

# CITY OF BELTON, MISSOURI

## NOTES TO FINANCIAL STATEMENTS

### 21. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued):

Actuarial assumptions: The total OPEB liability in the January 1, 2022, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise noted:

	<u>2022 Valuation</u>
Salary increases	2.50%
Discount rate	3.14%
Actuarial cost method	Entry Age - Level Percent-of-Pay
Healthcare cost trend rates	7.0% for 2022, decreasing by .25% per year to an ultimate rate of 5.0% for 2030 and later years.

The discount rate was based on the average of the Standard & Poor's Municipal Bond 20 year High Grade and Fidelity GO AA-20 year published yields as of the measurement date.

Healthy Life Mortality Rates and the Disabled Life Mortality Rates were based on the Society of Actuaries Pub-2010 Public Retirement Plan Headcount-weighted Mortality Tables with Scale MP-2021 Full Generational Improvement.

#### Changes in the Net OPEB Liability:

	<u>OPEB Liability</u>
Balance at 4/1/21	<u>\$ 935,515</u>
Changes for the year:	
Service cost	72,223
Interest	20,065
Changes of benefits terms	-
Differences between expected and actual experience	(96,433)
Changes in assumptions and inputs	(23,470)
Benefit payments	<u>(19,000)</u>
Net changes	<u>(46,615)</u>
Balance at 3/31/21	<u><u>\$ 888,900</u></u>

# CITY OF BELTON, MISSOURI

## NOTES TO FINANCIAL STATEMENTS

### 21. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued):

Discount Rate Sensitivity Analysis: The following presents the Net OPEB Liability of the plan, calculated using the discount rate of 3.14%, as well as what the Net OPEB Liability would be using a discount rate 1% less (2.14%) and 1% greater (4.14%) than the current rate.

	1% Decrease 2.14%	Discount Rate 3.14%	1% Increase 4.14%
Total OPEB liability	<u>\$ 985,835</u>	<u>\$ 888,900</u>	<u>\$ 801,730</u>

Healthcare Cost Trend Analysis: The following presents the Net OPEB Liability of the plan considering a 1% decrease and 1% increase of the current rate due to healthcare cost factors such as medical inflation, utilization of healthcare services, plan design and technological developments.

	1% Decrease	Current Trend Assumption	1% Increase
Total OPEB liability	<u>\$ 774,385</u>	<u>\$ 888,900</u>	<u>\$ 1,026,500</u>

### OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB:

For the year ended March 31, 2022, the plan reported OPEB expense of \$96,171. The plan reported deferred outflows and inflows of resources related to OPEB as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 218,133	\$ 21,904
Changes in assumptions	73,845	375,874
Total	<u>\$ 291,978</u>	<u>\$ 397,778</u>

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

Fiscal Year Ending	Net Deferred Outflows of Resources
2023	\$ (7,228)
2024	(7,228)
2025	(7,228)
2026	(7,228)
2027	(7,228)
Thereafter	(69,660)
	<u>\$ (105,800)</u>

## **CITY OF BELTON, MISSOURI**

### **NOTES TO FINANCIAL STATEMENTS**

#### **22. DEVELOPMENT OBLIGATIONS:**

The City has entered into four agreements with developers for the implementation of the Y Highway Market Place Tax Increment Financing Redevelopment Plan, the Y Belton Marketplace Tax Increment Financing Redevelopment Plan, the South Towne Plaza Tax Increment Financing Redevelopment Plan, and the Cedar Tree Tax Increment Financing Redevelopment Plan. During the current fiscal year, the City had certified costs (including interest) of \$0, \$0, \$0, and \$0, respectively. Current year payments were \$0, \$843,794, \$1,423,507, and \$243,752, respectively. Therefore, the City has recorded a \$27,127,808 liability on its Statement of Net Position under “development obligations” related to the four plans.

The development obligations will be paid from 75% of the annual PILOTS (Payments In Lieu Of Taxes) and 50% of the annual EATS (Economic Activity Taxes) generated in the district. 25% of the annual PILOTS collected from the area will be returned pro-rata to the taxing districts.

#### **23. TAX ABATEMENTS:**

The City enters into property tax abatement agreements pursuant to the provisions of Article VI, Section 27(b) of the Missouri Constitution, Sections 100.010 through 100.200, 353, and 135.950 through 135.973, inclusive, of the Revised Statutes of Missouri, as amended to purchase, construct, extend, equip and improve certain projects and to issue industrial development revenue bonds for the purpose of providing funds to pay the costs of such projects and to lease or otherwise dispose of such projects to private persons or corporation for manufacturing, commercial, research and development, office industry, warehousing and industrial development purposes upon such terms and conditions as the City shall deem advisable.

For the year ended March 31, 2022, the City had agreements for abated property taxes totaling \$128,907 under the chapter 100 program. Tax abatements have been approved and range from 75% to 100%. Under the agreements the companies have agreed to pay payments in lieu of tax which amounted to \$40,870 for the year ended March 31, 2022. The net effect is a property tax abatement of \$88,037.

Under Chapter 353 the City had agreements for abated property taxes totaling \$148,439, PILOT payments of \$53,599 were received for a net tax abatement of \$94,840. The agreements under Chapter 353 receive a 100% tax abatement.

Under the Enhanced Enterprise Zone the City had an agreement for abated property taxes. In 2018, the abatement cap was achieved and the abatement agreement is no longer in place.

#### **24. EVALUATION OF SUBSEQUENT EVENTS:**

The City has evaluated subsequent events through January 10, 2024, the date which the financial statements were available to be issued.

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**REQUIRED SUPPLEMENTARY INFORMATION**

**OTHER THAN MD&A**



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**CITY OF BELTON, MISSOURI  
REQUIRED SUPPLEMENTARY INFORMATION**

**Schedule of Changes in Net Pension (Asset) Liability and Related Ratios - LAGERS**

Last seven fiscal years

*Fiscal year ending June 30,*

	2021	2020	2019	2018	2017	2016	2015
<b>Total Pension Liability</b>							
Service Cost	\$ 1,339,113	\$ 1,277,774	\$ 1,305,734	\$ 1,290,688	\$ 1,236,096	\$ 1,204,499	\$ 946,999
Interest on the Total Pension Liability	4,220,987	3,883,783	3,745,880	3,463,764	3,226,324	2,976,480	2,385,591
Benefit Changes	-	-	-	-	-	-	5,448,800
Difference between expected and actual experience	(1,605,452)	1,539,069	(1,298,228)	820,217	347,886	(909,555)	356,686
Assumption Changes	(941,138)	-	-	-	-	1,529,883	-
Benefit Payments	(2,266,694)	(1,899,088)	(1,778,110)	(1,606,523)	(1,519,157)	(1,227,352)	(1,005,312)
Refunds	-	-	-	-	-	-	-
<b>Net Change in Total Pension Liability</b>	<b>746,816</b>	<b>4,801,538</b>	<b>1,975,276</b>	<b>3,968,146</b>	<b>3,291,149</b>	<b>3,573,955</b>	<b>8,132,774</b>
<b>Total Pension Liability beginning</b>	<b>58,676,181</b>	<b>53,874,643</b>	<b>51,899,367</b>	<b>47,931,221</b>	<b>44,640,072</b>	<b>41,066,117</b>	<b>32,933,343</b>
<b>Total Pension Liability ending</b>	<b>\$ 59,422,997</b>	<b>\$ 58,676,181</b>	<b>\$ 53,874,643</b>	<b>\$ 51,899,367</b>	<b>\$ 47,931,221</b>	<b>\$ 44,640,072</b>	<b>\$ 41,066,117</b>
<b>Plan Fiduciary Net Position</b>							
Contributions-employer	\$ 1,546,669	\$ 1,507,011	\$ 1,507,787	\$ 1,396,993	\$ 1,340,117	\$ 1,379,580	\$ 1,080,745
Contributions-employee	-	-	-	-	-	-	-
Pension Plan Net Investment Income	15,912,824	741,541	3,444,400	5,884,606	5,154,019	(16,368)	807,791
Benefit Payments	(2,266,694)	(1,899,088)	(1,778,110)	(1,606,523)	(1,519,157)	(1,227,352)	(1,005,312)
Refunds	-	-	-	-	-	-	-
Pension Plan Administrative expense	(41,915)	(53,115)	(44,319)	(31,674)	(30,345)	(29,196)	(30,944)
Other	107,833	564,831	(107,905)	89,408	179,269	84,491	600,835
<b>Net Change in Plan Fiduciary Net Position</b>	<b>15,258,717</b>	<b>861,180</b>	<b>3,021,853</b>	<b>5,732,810</b>	<b>5,123,903</b>	<b>191,155</b>	<b>1,453,115</b>
<b>Plan Fiduciary Net Position beginning</b>	<b>56,498,398</b>	<b>55,637,218</b>	<b>52,615,365</b>	<b>46,882,555</b>	<b>41,758,652</b>	<b>41,567,497</b>	<b>40,114,392</b>
<b>Plan Fiduciary Net Position ending</b>	<b>\$ 71,757,115</b>	<b>\$ 56,498,398</b>	<b>\$ 55,637,218</b>	<b>\$ 52,615,365</b>	<b>\$ 46,882,555</b>	<b>\$ 41,758,652</b>	<b>\$ 41,567,497</b>
<b>Employer Net Pension (Asset) Liability</b>	<b>\$ (12,334,118)</b>	<b>\$ 2,177,783</b>	<b>\$ (1,762,575)</b>	<b>\$ (715,998)</b>	<b>\$ 1,048,666</b>	<b>\$ 2,881,420</b>	<b>\$ (501,380)</b>
<b>Plan Fiduciary Net Position as a percentage of the Total Pension Liability</b>	120.76%	96.29%	103.27%	101.38%	97.81%	93.55%	101.22%
<b>Covered Payroll</b>	\$ 10,509,627	\$ 10,411,300	\$ 9,568,617	\$ 10,328,288	\$ 10,476,871	\$ 10,040,877	\$ 9,708,626
<b>Employer's Net Pension (Asset) Liability as a percentage of covered payroll</b>	-117.36%	20.92%	-18.42%	-6.93%	10.01%	28.70%	-5.16%

**Notes to schedule:**

Only seven years are being shown, as other years come available they will be included until 10 years of data is shown.

**CITY OF BELTON, MISSOURI**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF CONTRIBUTIONS - LAGERS**  
**Last 10 Fiscal Years**

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Actuarially determined contribution	\$ 1,804,471	\$ 1,500,194	\$ 1,504,547	\$ 1,466,978	\$ 1,442,624	\$ 1,336,314	\$ 1,319,219	\$ 1,023,796	\$ 1,082,211	\$ 1,202,819
Contributions in relation to the										
actuarially determined contribution	1,792,769	1,500,195	1,504,547	1,449,217	1,426,697	1,328,404	1,319,219	1,023,795	1,082,210	1,132,173
Contribution deficiency (excess)	\$ 11,702	\$ (1)	\$ -	\$ 17,761	\$ 15,927	\$ 7,910	\$ -	\$ 1	\$ 1	\$ 70,646
Covered payroll	\$12,017,238	\$10,885,527	\$ 10,316,521	\$ 10,364,177	\$ 10,561,478	\$ 10,087,511	\$ 9,732,607	\$ 9,698,575	\$ 9,582,487	\$ 9,883,146
Contributions as a percentage of										
covered payroll	14.9%	13.8%	14.6%	14.0%	13.5%	13.2%	13.6%	10.6%	11.3%	11.5%

Valuation date 2/28/2021

Notes The roll-forward of total pension liability from February 28, 2021, to June 30, 2021 reflects expected service cost and interest reduced by actual benefit payments.

Methods and assumption used to determine contribution rates:

Actuarial cost method	Entry age normal and modified terminal funding
Amortization method	A level percentage of payroll amortization method is used to amortize the UAAL over a closed period of years.
Remaining amortization period	Multiple bases from 12 to 23 years
Asset valuation method	5 year smoothed market; 20% corridor
Inflation	2.75% wage inflation; 2.25% price inflation
Salary increases	2.75% to 6.75% including wage inflation
Investment rate of return	7.0%, net of investment expenses
Retirement age	Experience-based table of rate that are specific to the type of eligibility condition
Mortality	The healthy retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubG-2010 Retiree Mortality Table for males and females. The disabled retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubNS-2010 Disabled Retiree Mortality Table for males and females. The pre-retirement mortality tables used were 75% of the PubG-2010 Employee Mortality Table for males and females of General groups and 75% of the PubS-2010 Employee Mortality Table for males and females of Police, Fire and Public Safety groups.

Other information None

**CITY OF BELTON, MISSOURI  
REQUIRED SUPPLEMENTARY INFORMATION**

**Schedule of Changes in OPEB Liability and Related Ratios  
Last Five Fiscal Years**

	2022	2021	2020	2019	2018
<b>Total OPEB Liability</b>					
Service Cost	\$ 72,223	\$ 64,723	\$ 51,345	\$ 59,866	\$ 48,395
Interest	20,065	24,258	25,888	31,044	24,957
Benefit Changes	-	-	-	-	-
Difference between expected and actual experience	(96,433)	(55,630)	(127,838)	(186,673)	112,471
Assumption Changes	(23,470)	74,245	166,598	15,041	14,623
Benefit Payments	(19,000)	(5,000)	(9,000)	(11,000)	(7,000)
<b>Net Change in Total OPEB Liability</b>	<b>(46,615)</b>	<b>102,596</b>	<b>106,993</b>	<b>(91,722)</b>	<b>193,446</b>
<b>Total OPEB Liability beginning</b>	<b>935,515</b>	<b>832,919</b>	<b>725,926</b>	<b>817,648</b>	<b>624,202</b>
<b>Total OPEB Liability ending</b>	<b>\$ 888,900</b>	<b>\$ 935,515</b>	<b>\$ 832,919</b>	<b>\$ 725,926</b>	<b>\$ 817,648</b>
 <b>Covered Employee Payroll</b>	 \$ 12,207,740	 \$ 10,885,527	 \$ 10,565,893	 \$ 10,239,582	 \$ 10,350,509
<b>Total OPEB Liability as a percentage of covered employee payroll</b>	 7.28%	 8.59%	 7.88%	 7.09%	 7.90%

**Notes to schedule:**

Only five years are being shown, as other years come available they will be included until 10 years of data is shown.

**CITY OF BELTON, MISSOURI**  
**REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF CONTRIBUTIONS - OPEB**  
**Last Five Fiscal Years**

	2022	2021	2020	2019	2018
Actuarially determined contribution	\$ 35,000	\$ 22,000	\$ 34,000	\$ 46,000	\$ 34,000
Contributions in relation to the actuarially determined contribution	16,000	22,000	34,000	46,000	34,000
Contribution deficiency (excess)	\$ 19,000	\$ -	\$ -	\$ -	\$ -

Covered-employee payroll	\$ 10,927,537	\$ 10,059,397	\$ 10,059,397	\$ 9,444,059	\$ 9,444,059
Contributions as a percentage of covered-employee payroll	0.15%	0.22%	0.34%	0.49%	0.36%

Valuation date 1/1/2020

Notes The results of the January 1, 2020 valuation were projected to the measurement date using standard actuarial techniques.

Methods and assumption used to determine contribution rates:

Actuarial cost method Entry age normal - Level % of pay  
Medical trend rate

	Year	Trend	Year (continued)	Trend (continued)
	2022	7.00%	2027	5.75%
	2023	6.75%	2028	5.50%
	2024	6.50%	2029	5.25%
	2025	6.25%	Thereafter	5.00%
	2026	6.00%		

Participation rate

The assumed retiree enrollment rate for future retiring employees is 40% for retirement age 60 to 64 and

30% for retirement age 55 to 59

SOA Pub-2010 Public Retirement Plans Headcount-weighted General and Public Safety Mortality Tables with Scale MP-2021 Full Generational Improvements

SOA Pub-2010 Public Retirement Plans Headcount-weighted General and Public Safety Disability Mortality Tables with Scale MP-2021 Full Generational Improvements

Assumed turnover rates are based on rates used for the LAGERS pension actuarial valuation.

Turnover rates are not applied when retirement eligibility is achieved

	Years of service	Police	Fire	General (Male)	General (Female)
	0-1	0.18	0.12	0.2	0.23
	1-2	0.17	0.1	0.18	0.21
	2-3	0.16	0.08	0.16	0.18
	3-4	0.14	0.08	0.13	0.15
	4-5	0.13	0.07	0.12	0.13
	Age	Police	Fire	General (Male)	General (Female)
	25	0.108	0.06	0.088	0.124
	30	0.085	0.045	0.071	0.102
	35	0.063	0.032	0.056	0.078
	40	0.046	0.024	0.041	0.058
	45	0.046	0.024	0.031	0.044
	50	0.021	0.013	0.024	0.033

**CITY OF BELTON, MISSOURI**  
**REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF CONTRIBUTIONS - OPEB (Continued)**

Last Five Fiscal Years

**Retirement Age**

Assumed rates are based on those used for the LAGERS pension actuarial valuation. Retirement rates project the annual probability of retiring for eligible employees.

Age	Police	Fire	General (Male)	General (Female)
50-51	0.025	0.025	n/a	n/a
52-53	0.03	0.025	n/a	n/a
54	0.04	0.025	n/a	n/a
55-59	0.11	0.13	0.03	0.03
60	0.11	0.15	0.10	0.10
61	0.11	0.20	0.10	0.10
62	0.22	0.20	0.25	0.15
63-64	0.18	0.20	0.20	0.15
65	1.00	1.00	0.25	0.25
66	n/a	n/a	0.25	0.30
67-68	n/a	n/a	0.20	0.25
69	n/a	n/a	0.20	0.20
70+	n/a	n/a	1.00	1.00

**Disability Rates**

Assumed rates are based on those used for the LAGERS pension actuarial valuation. Rates of disability were used to estimate the probability of becoming disabled.

Age	Police	Fire	General (Male)	General (Female)
30	0.0011	0.0011	0.001	0.0003
40	0.0022	0.0039	0.0018	0.0009
45	0.0034	0.0062	0.0025	0.0015
50	0.0053	0.0095	0.0037	0.0022
55	0.0088	0.0146	0.0057	0.0032
60	n/a	n/a	0.0086	0.0045

**Other Information**

Only five years are being shown, as other years come available they will be included until 10 years of data is shown.

**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
GENERAL FUND  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Taxes	\$ 13,141,085	\$ 13,141,085	\$ 13,949,300	\$ 808,215
Licenses and permits	444,480	444,480	812,879	368,399
Intergovernmental	967,100	1,149,704	1,235,040	85,336
Charges for services	2,168,619	2,168,619	2,241,547	72,928
Fees and fines	548,200	548,200	478,216	(69,984)
Investment earnings (loss)	20,000	20,000	(171,028)	(191,028)
In lieu of taxes	115,000	115,000	115,200	200
Other	329,100	329,100	102,851	(226,249)
Interfund charges for support services	3,030,990	3,030,990	3,030,990	-
	<u>20,764,574</u>	<u>20,947,178</u>	<u>21,794,995</u>	<u>847,817</u>
<b>EXPENDITURES:</b>				
Current:				
General government	3,681,280	4,402,584	3,325,472	1,077,112
Public safety	7,237,616	7,312,500	6,063,655	1,248,845
Public works	1,210,670	1,224,039	1,169,415	54,624
Fire	6,251,670	6,305,817	5,804,354	501,463
Emergency management	185,530	186,683	188,088	(1,405)
Community and economic development	812,490	814,794	541,437	273,357
Municipal jail	647,870	657,086	547,838	109,248
Capital outlay	1,728,390	2,804,098	1,136,065	1,668,033
	<u>21,755,516</u>	<u>23,707,601</u>	<u>18,776,324</u>	<u>4,931,277</u>
Excess (deficiency) of revenues over expenditures	<u>(990,942)</u>	<u>(2,760,423)</u>	<u>3,018,671</u>	<u>5,779,094</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Sale of capital assets	-	-	26,903	26,903
Transfers in	4,152,772	4,383,255	2,736,867	(1,646,388)
Transfers out	<u>(4,674,205)</u>	<u>(6,482,688)</u>	<u>(4,826,224)</u>	<u>1,656,464</u>
Total other financing (uses)	<u>(521,433)</u>	<u>(2,099,433)</u>	<u>(2,062,454)</u>	<u>36,979</u>
Net change in fund balances	\$ <u>(1,512,375)</u>	\$ <u>(4,859,856)</u>	956,217	\$ <u>5,816,073</u>
Fund balances - beginning			<u>9,609,781</u>	
Fund balances - ending			<u>\$ 10,565,998</u>	

**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
PARK  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Taxes	\$ 696,800	\$ 696,800	\$ 782,197	\$ 85,397
Intergovernmental	-	21,892	60,506	38,614
Charges for services	2,228,111	2,228,111	2,309,376	81,265
Interest income and unrealized losses	2,000	2,000	(17,691)	(19,691)
Miscellaneous	<u>26,500</u>	<u>26,500</u>	<u>38,833</u>	<u>12,333</u>
	<u>2,953,411</u>	<u>2,975,303</u>	<u>3,173,221</u>	<u>197,918</u>
<b>EXPENDITURES:</b>				
Current,				
Parks and recreation	3,443,391	3,465,283	3,403,925	61,358
Capital outlay	-	51,900	62,752	(10,852)
Debt service:				
Principal	-	-	46,038	(46,038)
Interest and other charges	<u>-</u>	<u>-</u>	<u>5,140</u>	<u>(5,140)</u>
	<u>3,443,391</u>	<u>3,517,183</u>	<u>3,517,855</u>	<u>(672)</u>
Deficiency of revenues over expenditures	<u>(489,980)</u>	<u>(541,880)</u>	<u>(344,634)</u>	<u>197,246</u>
<b>OTHER FINANCING SOURCES:</b>				
Sale of capital assets	-	-	344	344
Transfers in	<u>493,875</u>	<u>493,875</u>	<u>493,875</u>	<u>-</u>
Total other financing sources	<u>493,875</u>	<u>493,875</u>	<u>494,219</u>	<u>344</u>
Net change in fund balances	<u>\$ 3,895</u>	<u>\$ (48,005)</u>	<u>149,585</u>	<u>\$ 197,590</u>
Fund balances - beginning			<u>290,989</u>	
Fund balances - ending			<u>\$ 440,574</u>	



**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
STREET  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Taxes	\$ 2,158,450	\$ 2,158,450	\$ 2,339,326	\$ 180,876
Licenses and permits	20,000	20,000	42,722	22,722
Intergovernmental	1,275,000	1,291,129	1,451,198	160,069
Contributions	-	-	-	-
Interest income and unrealized gains	5,000	5,000	(86,706)	(91,706)
Miscellaneous	<u>5,000</u>	<u>5,000</u>	<u>40,972</u>	<u>35,972</u>
	<u>3,463,450</u>	<u>3,479,579</u>	<u>3,787,512</u>	<u>307,933</u>
<b>EXPENDITURES:</b>				
Current,				
Public works	2,949,080	2,965,209	2,366,941	598,268
Capital outlay	<u>2,196,364</u>	<u>3,904,323</u>	<u>1,940,533</u>	<u>1,963,790</u>
	<u>5,145,444</u>	<u>6,869,532</u>	<u>4,307,474</u>	<u>2,562,058</u>
Deficiency of revenues over expenditures	<u>(1,681,994)</u>	<u>(3,389,953)</u>	<u>(519,962)</u>	<u>2,869,991</u>
<b>OTHER FINANCING SOURCE (USES):</b>				
Transfers in	-	48,000	48,000	-
Transfers out	<u>(39,900)</u>	<u>(39,900)</u>	<u>(34,862)</u>	<u>5,038</u>
Total other financing sources (uses)	<u>(39,900)</u>	<u>8,100</u>	<u>13,138</u>	<u>5,038</u>
Net change in fund balances	<u>\$ (1,721,894)</u>	<u>\$ (3,381,853)</u>	<u>(506,824)</u>	<u>\$ 2,875,029</u>
Fund balances - beginning			<u>3,340,682</u>	
Fund balances - ending			<u>\$ 2,833,858</u>	

**CITY OF BELTON, MISSOURI**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

**BUDGETARY DATA:**

GAAP is the budgetary basis used to prepare the Budgetary Comparison Schedules.

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## **SUPPLEMENTAL INFORMATION**

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## CITY OF BELTON, MISSOURI

### NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS

#### SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for revenues derived from specific taxes, governmental grants, or other revenue sources which are restricted to finance particular functions or activities of the City.

**Street Impact Fees Fund** – accounts for the collection of the impact fees which are assessed on new construction based on the impact each project will have on the road infrastructure system of the City. The funds collected are restricted for use on improvements to the transportation infrastructure.

**Hotel/Motel Tax Fund** – accounts for the collection of taxes charged on transient guests at hotels within the City. The taxes collected are restricted for economic development expenses.

**Markey Parkway Regional Detention** – accounts for the collection of fees paid by developers that are located within the watershed of the regional detention facility for the construction and maintenance of the facility.

**Capital Improvement Sales Tax Fund** – accounts for the collection of ½ cent sales tax approved by voters for the purpose of funding capital items. The funds are restricted for this purpose.

**Parks Sales Tax Fund** – accounts for the collection of a ½ cent sales tax approved by voters for the purpose of funding park projects.

**Mayor's Christmas Tree Fund** – accounts for donations received for the benefit of the Belton Welfare Association.

**Drug Seizure Fund** – accounts for funds collected from items seized in the course of investigations, after the defendant has been convicted. The funds collected are restricted for law enforcement expenses and cannot be used to replace or fund continuing operating expenses.

**DWI Recovery Fund** – accounts for fines & recoupment of costs collected from cases involving DWI and drunk driving related traffic accidents. The funds collected are restricted for law enforcement expenses related to enforcing DWI laws. The funds cannot be used to replace or fund continuing operating expenses.

**Special Training Fund** – accounts for court costs collected according to RSMo 488.5336. The funds collected are restricted for the cost of training law enforcement officers.

**Cedar Tree TIF Fund** – accounts for the collection of PILOTs and EATs generated within the Cedar Tree redevelopment area to finance various improvements within the redevelopment district.

**Y Highway Market Place TIF Fund** – accounts for the collection of PILOTs and EATs generated within the Y Highway Market Place redevelopment area to finance various improvements within the redevelopment district.

**Y Belton Plaza TIF** – accounts for the collection of PILOTs and EATs generated within the Y Belton Plaza redevelopment area to finance various improvements within the redevelopment district.

**The Belton Town Centre TIF Fund** - accounts for the collection of sales tax and payments in lieu of tax monies for the tax increment financing district and the payments of debt related to the district.

## **SPECIAL REVENUE FUNDS (Continued)**

**Southtowne Plaza TIF Fund** – accounts for the collection of PILOTs and EATs generated within the Southtowne Plaza redevelopment area to finance various improvements within the redevelopment district.

## **CAPITAL PROJECTS FUNDS**

The Capital Projects Funds are used to account for all receipts and expenditures for the acquisition and construction of capital improvements by the City except those financed by Proprietary Funds. Capital improvements are defined as major, permanent improvements to infrastructure or buildings with an estimated useful life in excess of one year.

The Street Project Fund is the only non-major Capital Project Fund. This Fund is used to account for recurring capital expenditures and constructions in progress.

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CITY OF BELTON, MISSOURI  
COMBINING BALANCE SHEET --  
OTHER GOVERNMENTAL FUNDS  
MARCH 31, 2022

	Street Impact Fees	Hotel/Motel Tax	Markey Parkway Regional Detention	Capital Improvement Sales Tax	Park Sales Tax	Mayor's Christmas Tree
<b>ASSETS:</b>						
Pooled cash and investments	\$ 1,136,279	\$ 202,664	\$ 161,742	\$ 2,146,170	\$ 2,042,412	\$ 2,842
Cash and investments-restricted	-	-	-	-	-	-
Taxes receivable, net	-	-	-	172,593	172,593	-
Due from other funds	-	-	-	30	-	-
Accrued interest	1,356	278	173	2,814	2,679	4
Other receivables	72,894	17,997	-	-	-	-
Total assets	<u>\$ 1,210,529</u>	<u>\$ 220,939</u>	<u>\$ 161,915</u>	<u>\$ 2,321,607</u>	<u>\$ 2,217,684</u>	<u>\$ 2,846</u>
<b>LIABILITIES AND FUND BALANCES:</b>						
Accounts payable	\$ -	\$ 2,468	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	7,687	-	-
Salaries and benefits payable	-	2,001	-	-	-	-
Total liabilities	-	4,469	-	7,687	-	-
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred permit revenue	40,283	-	-	-	-	-
Fund balances:						
Reserved for:						
Impact fees	1,170,246	-	-	-	-	-
Hotel/motel	-	216,470	-	-	-	-
Drug seizure	-	-	-	-	-	-
DWI recovery	-	-	-	-	-	-
Special training	-	-	-	-	-	-
TIF	-	-	-	-	-	-
Capital improvements sales tax	-	-	-	2,313,920	-	-
Debt service	-	-	-	-	-	-
Park	-	-	-	-	2,217,684	-
Capital projects	-	-	161,915	-	-	-
Assigned	-	-	-	-	-	2,846
Total fund balances	<u>1,170,246</u>	<u>216,470</u>	<u>161,915</u>	<u>2,313,920</u>	<u>2,217,684</u>	<u>2,846</u>
Total liabilities and fund balances	<u>\$ 1,210,529</u>	<u>\$ 220,939</u>	<u>\$ 161,915</u>	<u>\$ 2,321,607</u>	<u>\$ 2,217,684</u>	<u>\$ 2,846</u>

<u>Drug Seizure</u>	<u>DWI Recovery</u>	<u>Special Training</u>	<u>Cedar Tree TIF</u>	<u>Y HWY Market Place TIF</u>	<u>Y Belton Plaza TIF</u>	<u>Southtowne Plaza TIF</u>	<u>Street Projects</u>	<u>Total-Other Governmental Funds</u>
\$ 13,593	\$ 22,250	\$ 25,758	\$ -	\$ -	\$ -	\$ -	\$ 1,713,189	\$ 7,466,899
-	-	-	-	1,149,448	-	-	-	1,149,448
-	-	-	15,910	52,752	108,115	87,047	-	609,010
-	-	-	-	-	-	149	-	179
18	30	34	-	-	-	-	2,306	9,692
-	-	-	-	-	-	-	-	90,891
<u>\$ 13,611</u>	<u>\$ 22,280</u>	<u>\$ 25,792</u>	<u>\$ 15,910</u>	<u>\$ 1,202,200</u>	<u>\$ 108,115</u>	<u>\$ 87,196</u>	<u>\$ 1,715,495</u>	<u>\$ 9,326,119</u>
\$ -	\$ -	\$ -	\$ 15,910	\$ 2,638	\$ 108,115	\$ 87,047	\$ 14,903	\$ 231,081
-	-	-	-	-	-	-	-	7,687
-	-	-	-	-	-	-	-	2,001
-	-	-	15,910	2,638	108,115	87,047	14,903	240,769
-	-	-	-	-	-	-	-	40,283
-	-	-	-	-	-	-	-	1,170,246
-	-	-	-	-	-	-	-	216,470
13,611	-	-	-	-	-	-	-	13,611
-	22,280	-	-	-	-	-	-	22,280
-	-	25,792	-	-	-	-	-	25,792
-	-	-	-	-	-	149	-	149
-	-	-	-	-	-	-	-	2,313,920
-	-	-	-	1,199,562	-	-	-	1,199,562
-	-	-	-	-	-	-	-	2,217,684
-	-	-	-	-	-	-	1,700,592	1,862,507
-	-	-	-	-	-	-	-	2,846
<u>13,611</u>	<u>22,280</u>	<u>25,792</u>	<u>-</u>	<u>1,199,562</u>	<u>-</u>	<u>149</u>	<u>1,700,592</u>	<u>9,045,067</u>
<u>\$ 13,611</u>	<u>\$ 22,280</u>	<u>\$ 25,792</u>	<u>\$ 15,910</u>	<u>\$ 1,202,200</u>	<u>\$ 108,115</u>	<u>\$ 87,196</u>	<u>\$ 1,715,495</u>	<u>\$ 9,326,119</u>

CITY OF BELTON, MISSOURI  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE -- GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED MARCH 31, 2022**

	Street Impact Fees	Hotel/Motel Tax	Markey Parkway Regional Detention	Capital Improvement Sales Tax	Park Sales Tax	Mayor's Christmas Tree
<b>REVENUES:</b>						
Taxes	\$ -	\$ 231,208	\$ -	\$ 2,339,314	\$ 2,339,326	\$ -
Fees and fines	-	-	-	-	-	-
Licenses and permits	432,654	-	-	-	-	-
Intergovernmental	-	2,161	-	23,594	-	-
Charges for services	-	-	88,893	-	-	-
Interest income and unrealized gains	(31,465)	(6,557)	(4,019)	(62,486)	(60,572)	(79)
Miscellaneous	5,560	741	-	-	-	17,925
In lieu of taxes	-	-	-	-	-	-
Total revenues	<u>406,749</u>	<u>227,553</u>	<u>84,874</u>	<u>2,300,422</u>	<u>2,278,754</u>	<u>17,846</u>
<b>EXPENDITURES:</b>						
Current:						
Community and economic development	-	238,911	-	-	-	15,021
Capital outlay	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	1,011,106	900,850	-
Interest and fiscal charges	-	-	-	298,922	229,543	-
Total expenditures	<u>-</u>	<u>238,911</u>	<u>-</u>	<u>1,310,028</u>	<u>1,130,393</u>	<u>15,021</u>
Excess (deficiency) of revenues over expenditures	<u>406,749</u>	<u>(11,358)</u>	<u>84,874</u>	<u>990,394</u>	<u>1,148,361</u>	<u>2,825</u>
<b>OTHER FINANCING SOURCES (USES):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	(34,862)	(493,875)	-
Total other financing sources and (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(34,862)</u>	<u>(493,875)</u>	<u>-</u>
Net change in fund balances	406,749	(11,358)	84,874	955,532	654,486	2,825
Fund balances - beginning	<u>763,497</u>	<u>227,828</u>	<u>77,041</u>	<u>1,358,388</u>	<u>1,563,198</u>	<u>21</u>
Fund balances - ending	<u>\$ 1,170,246</u>	<u>\$ 216,470</u>	<u>\$ 161,915</u>	<u>\$ 2,313,920</u>	<u>\$ 2,217,684</u>	<u>\$ 2,846</u>

<u>Drug Seizure</u>	<u>DWI Recovery</u>	<u>Special Training</u>	<u>Cedar Tree TIF</u>	<u>Y HWY Market Place TIF</u>	<u>Y Belton Plaza TIF</u>	<u>Southtowne Plaza TIF</u>	<u>Street Projects</u>	<u>Total-Other Governmental Funds</u>
\$ -	\$ -	\$ -	\$ 99,104	\$ 414,314	\$ 948,393	\$ 734,200	\$ -	\$ 7,105,859
-	5,940	9,684	-	-	-	-	-	15,624
-	-	-	-	-	-	-	-	432,654
-	-	-	-	103,728	-	-	-	129,483
-	-	-	-	-	-	-	-	88,893
(429)	(690)	(790)	-	98	-	-	(51,342)	(218,331)
-	-	-	-	-	-	-	-	24,226
-	-	-	159,965	110,014	544,998	463,212	-	1,278,189
(429)	5,250	8,894	259,069	628,154	1,493,391	1,197,412	(51,342)	8,856,597
-	-	-	259,069	109,463	1,493,391	1,197,263	-	3,313,118
-	-	-	-	-	-	-	163,218	163,218
-	-	-	-	500,000	-	-	-	2,411,956
-	-	-	-	154,956	-	-	-	683,421
-	-	-	259,069	764,419	1,493,391	1,197,263	163,218	6,571,713
(429)	5,250	8,894	-	(136,265)	-	149	(214,560)	2,284,884
-	-	-	-	139,448	-	-	1,250,000	1,389,448
-	-	-	-	-	-	-	-	(528,737)
-	-	-	-	139,448	-	-	1,250,000	860,711
(429)	5,250	8,894	-	3,183	-	149	1,035,440	3,145,595
14,040	17,030	16,898	-	1,196,379	-	-	665,152	5,899,472
\$ 13,611	\$ 22,280	\$ 25,792	\$ -	\$ 1,199,562	\$ -	\$ 149	\$ 1,700,592	\$ 9,045,067

**CITY OF BELTON, MISSOURI  
SCHEDULE OF EXPENDITURES BY DEPARTMENT  
BUDGET AND ACTUAL -- GENERAL FUND  
FOR THE YEAR ENDED MARCH 31, 2022**

	GENERAL FUND		
	Budget	Actual	Variance with Final Budget Positive (Negative)
General government:			
Legislation	\$ 1,152,063	\$ 502,699	\$ 649,364
Administration	477,676	294,106	183,570
City clerk	203,483	200,274	3,209
Information technology	205,014	202,172	2,842
Municipal court	497,561	445,186	52,375
Finance	813,039	795,726	17,313
Senior center	90,913	81,205	9,708
Inspection	563,648	433,306	130,342
Animal control	122,253	96,073	26,180
Garage operations	276,934	274,725	2,209
Total general government	4,402,584	3,325,472	1,077,112
Public safety	7,312,500	6,063,655	1,248,845
Public works	1,224,039	1,169,415	54,624
Fire and emergency services	6,305,817	5,804,354	501,463
Emergency management	186,683	188,088	(1,405)
Community and economic development	814,794	541,437	273,357
Municipal jail	657,086	547,838	109,248
Capital outlay	2,804,098	1,136,065	1,668,033
	<u>\$ 23,707,601</u>	<u>\$ 18,776,324</u>	<u>\$ 4,931,277</u>

CITY OF BELTON, MISSOURI  
 COMBINING STATEMENT OF FIDUCIARY NET POSITION  
 FIDUCIARY FUNDS - CUSTODIAL FUNDS  
 MARCH 31, 2022

	Custodial Funds					
	Y Highway Market Place CID	Belton Towne Center TDD	Y Belton CID	Southview Commerce CID	Cedar Tree CID	Total Custodial Funds
<b>ASSETS,</b>						
Pooled cash and investments	\$ 35,486	\$ -	\$ -	\$ 4,039	\$ -	\$ 39,525
<b>LIABILITIES,</b>						
Due to other governments	\$ 35,486	-	\$ -	\$ 4,039	\$ -	\$ 39,525
<b>NET POSITION</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**CITY OF BELTON, MISSOURI**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS - CUSTODIAL FUNDS**  
**FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Custodial Funds</b>					
	<b>Y Highway Market Place CID</b>	<b>Belton Towne Center TDD</b>	<b>Y Belton CID</b>	<b>Southview Commerce CID</b>	<b>Cedar Tree CID</b>	<b>Total Custodial Funds</b>
<b>ADDITIONS:</b>						
Taxes	\$ 259,958	\$ 1,234,988	\$ 52,540	\$ 4,039	\$ 121,525	\$ 1,673,050
Interest income	146	106	-	-	-	252
Total additions	260,104	1,235,094	52,540	4,039	121,525	1,673,302
<b>DEDUCTIONS:</b>						
Payments of sales tax to other governments	127,379	1,222,743	52,540	4,039	-	1,406,701
Administrative expense	2,746	12,351	-	-	-	15,097
Payments of sales tax to City of Belton	129,979	-	-	-	121,525	251,504
Total deductions	260,104	1,235,094	52,540	4,039	121,525	1,673,302
Net increase in fiduciary net position	-	-	-	-	-	-
Net position - beginning	-	-	-	-	-	-
Net position - ending	-	-	-	-	-	-

**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
DEBT SERVICE - GENERAL OBLIGATION BOND  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Taxes	\$ 4,063,000	\$ 4,063,000	\$ 4,720,605	\$ 657,605
Interest income and unrealized losses	-	-	(136,456)	(136,456)
	<u>4,063,000</u>	<u>4,063,000</u>	<u>4,584,149</u>	<u>521,149</u>
<b>EXPENDITURES,</b>				
Debt service:				
Principal	2,395,000	2,395,000	4,310,000	(1,915,000)
Interest and other charges	1,938,035	1,938,035	1,949,985	(11,950)
Contingency reserve	<u>3,671,819</u>	<u>3,671,819</u>	-	<u>3,671,819</u>
	<u>8,004,854</u>	<u>8,004,854</u>	<u>6,259,985</u>	<u>1,744,869</u>
Deficiency of revenues over expenditures	<u>(3,941,854)</u>	<u>(3,941,854)</u>	<u>(1,675,836)</u>	<u>2,266,018</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Proceeds from long-term debt	-	-	6,550,000	6,550,000
Premium on bond issuance	-	-	326,231	326,231
Transfers out	<u>(4,845,000)</u>	<u>(4,845,000)</u>	<u>(4,814,754)</u>	<u>30,246</u>
Total other financing sources (uses)	<u>(4,845,000)</u>	<u>(4,845,000)</u>	<u>2,061,477</u>	<u>6,906,477</u>
Net change in fund balances	<u>\$ (8,786,854)</u>	<u>\$ (8,786,854)</u>	<u>385,641</u>	<u>\$ 9,172,495</u>
Fund balances - beginning			<u>4,058,924</u>	
Fund balances - ending			<u>\$ 4,444,565</u>	



**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
STREET CAPITAL PROJECTS  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Intergovernmental	\$ -	\$ -	\$ 191,299	\$ 191,299
Interest income and unrealized losses	-	-	(1,627)	(1,627)
Miscellaneous	-	-	13,370	13,370
Total revenues	-	-	203,042	203,042
<b>EXPENDITURES,</b>				
Capital outlay	5,176,386	5,363,843	5,209,190	154,653
Deficiency of revenues over expenditures	(5,176,386)	(5,363,843)	(5,006,148)	357,695
<b>OTHER FINANCING SOURCES,</b>				
Transfers in	4,845,000	4,845,000	4,814,754	(30,246)
Net change in fund balances	\$ (331,386)	\$ (518,843)	(191,394)	\$ 327,449
Fund balances - beginning			277,084	
Fund balances - ending			\$ 85,690	

**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
STORM WATER PROJECTS  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Interest income and unrealized gains	\$ -	\$ -	\$ (252,805)	\$ (252,805)
Miscellaneous	-	-	13,859	13,859
Total revenues	-	-	(238,946)	(238,946)
<b>EXPENDITURES,</b>				
Capital outlay	4,750,000	4,793,505	2,064,394	2,729,111
Deficiency of revenues over expenditures	(4,750,000)	(4,793,505)	(2,303,340)	2,490,165
Net change in fund balances	\$ (4,750,000)	\$ (4,793,505)	(2,303,340)	\$ 2,490,165
Fund balances - beginning			9,694,123	
Fund balances - ending			\$ 7,390,783	

**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
STREET IMPACT FEES  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Licenses and permits	\$ 91,760	\$ 91,760	\$ 432,654	\$ 340,894
Interest income and unrecognized losses	-	-	(31,465)	(31,465)
Miscellaneous	-	-	<u>5,560</u>	<u>5,560</u>
Net change in fund balances	<u>\$ 91,760</u>	<u>\$ 91,760</u>	406,749	<u>\$ 314,989</u>
Fund balances - beginning			<u>763,497</u>	
Fund balances - ending			<u>\$ 1,170,246</u>	

**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
HOTEL/MOTEL TAX  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Taxes	\$ 193,000	193,000	231,208	\$ 38,208
Intergovernmental	-	2,304	2,161	(143)
Interest income and unrecognized losses	500	500	(6,557)	(7,057)
Miscellaneous	880	880	741	(139)
	<u>194,380</u>	<u>196,684</u>	<u>227,553</u>	<u>30,869</u>
<b>EXPENDITURES,</b>				
Current,				
Economic development	<u>275,360</u>	<u>277,664</u>	<u>238,911</u>	<u>38,753</u>
Deficiency of revenues over expenditures	<u>(80,980)</u>	<u>(80,980)</u>	<u>(11,358)</u>	<u>69,622</u>
Net change in fund balances	<u>\$ (80,980)</u>	<u>\$ (80,980)</u>	<u>(11,358)</u>	<u>\$ 69,622</u>
Fund balances - beginning			<u>227,828</u>	
Fund balances - ending			<u>\$ 216,470</u>	

**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
MARKEY PARKWAY REGIONAL DETENTION  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Charges for services	\$ -	\$ -	\$ 88,893	\$ 88,893
Interest income and unrecognized losses	-	-	(4,019)	(4,019)
Net change in fund balances	\$ -	\$ -	84,874	\$ 84,874
Fund balances - beginning			77,041	
Fund balances - ending			\$ 161,915	

**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
CAPITAL IMPROVEMENT SALES TAX  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Taxes	\$ 2,158,450	\$ 2,158,450	\$ 2,339,314	\$ 180,864
Intergovernmental	10,000	10,000	23,594	13,594
Interest income and unrecognized losses	1,000	1,000	(62,486)	(63,486)
	<u>2,169,450</u>	<u>2,169,450</u>	<u>2,300,422</u>	<u>130,972</u>
<b>EXPENDITURES,</b>				
Debt service:				
Principal	1,011,106	1,011,106	1,011,106	-
Interest and other charges	305,822	305,822	298,922	6,900
	<u>1,316,928</u>	<u>1,316,928</u>	<u>1,310,028</u>	<u>6,900</u>
Excess of revenues over expenditures	<u>852,522</u>	<u>852,522</u>	<u>990,394</u>	<u>137,872</u>
<b>OTHER FINANCING USES,</b>				
Transfers out	(39,900)	(39,900)	(34,862)	5,038
Total other financing uses	<u>(39,900)</u>	<u>(39,900)</u>	<u>(34,862)</u>	<u>5,038</u>
Net change in fund balances	<u>\$ 812,622</u>	<u>\$ 812,622</u>	955,532	<u>\$ 142,910</u>
Fund balances - beginning			<u>1,358,388</u>	
Fund balances - ending			<u>\$ 2,313,920</u>	

**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
PARK SALES TAX  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Taxes	\$ 2,158,450	\$ 2,158,450	\$ 2,339,326	\$ 180,876
Interest income and unrecognized losses	-	-	(60,572)	(60,572)
	<u>2,158,450</u>	<u>2,158,450</u>	<u>2,278,754</u>	<u>120,304</u>
<b>EXPENDITURES,</b>				
Debt service:				
Principal	900,850	900,850	900,850	-
Interest and other charges	<u>232,568</u>	<u>232,568</u>	<u>229,543</u>	<u>3,025</u>
	<u>1,133,418</u>	<u>1,133,418</u>	<u>1,130,393</u>	<u>3,025</u>
Excess of revenues over expenditures	<u>1,025,032</u>	<u>1,025,032</u>	<u>1,148,361</u>	<u>123,329</u>
<b>OTHER FINANCING USES,</b>				
Transfers out	<u>(493,875)</u>	<u>(493,875)</u>	<u>(493,875)</u>	-
Total other financing (uses)	<u>(493,875)</u>	<u>(493,875)</u>	<u>(493,875)</u>	-
Net change in fund balances	<u>\$ 531,157</u>	<u>\$ 531,157</u>	654,486	<u>\$ 123,329</u>
Fund balances - beginning			<u>1,563,198</u>	
Fund balances - ending			<u>\$ 2,217,684</u>	

**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
MAYOR'S CHRISTMAS TREE  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Interest income and unrecognized losses	\$ -	\$ -	\$ (79)	\$ (79)
Miscellaneous	<u>15,000</u>	<u>15,000</u>	<u>17,925</u>	<u>2,925</u>
	<u>15,000</u>	<u>15,000</u>	<u>17,846</u>	<u>2,846</u>
<b>EXPENDITURES,</b>				
Current,				
Community and economic development	<u>15,000</u>	<u>15,021</u>	<u>15,021</u>	<u>-</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ (21)</u>	<u>2,825</u>	<u>\$ 2,846</u>
Fund balances - beginning			<u>21</u>	
Fund balances - ending			<u>\$ 2,846</u>	



**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
DRUG SEIZURE  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Interest income and unrecognized losses	\$ -	\$ -	\$ (429)	\$ (429)
Net change in fund balances	\$ -	\$ -	(429)	\$ (429)
Fund balances - beginning			14,040	
Fund balances - ending			\$ 13,611	

**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
DWI RECOVERY  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Fees and fines	\$ 4,000	\$ 4,000	\$ 5,940	\$ 1,940
Interest income and unrecognized losses	-	-	(690)	(690)
Net change in fund balances	<u>\$ 4,000</u>	<u>\$ 4,000</u>	5,250	<u>\$ 1,250</u>
Fund balances - beginning			<u>17,030</u>	
Fund balances - ending			<u>\$ 22,280</u>	

**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
SPECIAL TRAINING FUND  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Interest income and unrecognized losses	\$ -	\$ -	\$ (790)	\$ (790)
Fees and fines	10,000	10,000	9,684	(316)
	<u>10,000</u>	<u>10,000</u>	<u>8,894</u>	<u>(1,106)</u>
Net change in fund balances	<u>\$ 10,000</u>	<u>\$ 10,000</u>	8,894	<u>\$ (1,106)</u>
Fund balances - beginning			<u>16,898</u>	
Fund balances - ending			<u>\$ 25,792</u>	

**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
CEDAR TREE TIF  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Taxes	\$ 68,470	\$ 68,470	\$ 99,104	\$ 30,634
In lieu of taxes	<u>118,000</u>	<u>185,000</u>	<u>159,965</u>	<u>(25,035)</u>
	<u>186,470</u>	<u>253,470</u>	<u>259,069</u>	<u>5,599</u>
<b>EXPENDITURES,</b>				
Current,				
Community and economic development	<u>186,470</u>	<u>253,470</u>	<u>259,069</u>	<u>(5,599)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balances - beginning			<u>-</u>	
Fund balances - ending			<u><u>\$ -</u></u>	

**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
Y HIGHWAY MARKET PLACE TIF  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Taxes	\$ 511,030	\$ 511,030	\$ 414,314	\$ (96,716)
Intergovernmental	119,600	119,600	103,728	(15,872)
Interest income and unrecognized gains	-	-	98	98
In lieu of taxes	45,000	45,000	110,014	65,014
	<u>675,630</u>	<u>675,630</u>	<u>628,154</u>	<u>(47,476)</u>
<b>EXPENDITURES:</b>				
Current,				
Community and economic development	835,230	835,230	109,463	725,767
Debt service:				
Principal	-	-	500,000	(500,000)
Interest and other charges	-	-	154,956	(154,956)
	<u>835,230</u>	<u>835,230</u>	<u>764,419</u>	<u>70,811</u>
Deficiency of revenues over expenditures	<u>(159,600)</u>	<u>(159,600)</u>	<u>(136,265)</u>	<u>23,335</u>
<b>OTHER FINANCING SOURCES,</b>				
Transfers in	159,600	159,600	139,448	(20,152)
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	3,183	<u>\$ 3,183</u>
Fund balances - beginning			<u>1,196,379</u>	
Fund balances - ending			<u>\$ 1,199,562</u>	

**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
Y BELTON PLAZA TIF  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Taxes	\$ 960,900	\$ 960,900	\$ 948,393	\$ (12,507)
In lieu of taxes	<u>547,000</u>	<u>547,000</u>	<u>544,998</u>	<u>(2,002)</u>
	<u>1,507,900</u>	<u>1,507,900</u>	<u>1,493,391</u>	<u>(14,509)</u>
<b>EXPENDITURES,</b>				
Current,				
Community and economic development	<u>1,507,900</u>	<u>1,507,900</u>	<u>1,493,391</u>	<u>14,509</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balances - beginning			<u>-</u>	
Fund balances - ending			<u><u>\$ -</u></u>	

**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
SOUTHTOWNE PLAZA TIF  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Taxes	\$ 702,430	\$ 762,430	\$ 734,200	\$ (28,230)
In lieu of taxes	<u>431,000</u>	<u>431,000</u>	<u>463,212</u>	<u>32,212</u>
	<u>1,133,430</u>	<u>1,193,430</u>	<u>1,197,412</u>	<u>3,982</u>
<b>EXPENDITURES,</b>				
Current,				
Community and economic development	<u>1,133,430</u>	<u>1,193,430</u>	<u>1,197,263</u>	<u>(3,833)</u>
	<u>1,133,430</u>	<u>1,193,430</u>	<u>1,197,263</u>	<u>(3,833)</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>149</u>	<u>149</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>149</u>	<u>\$ 149</u>
Fund balances - beginning			<u>-</u>	
Fund balances - ending			<u>\$ 149</u>	

**CITY OF BELTON, MISSOURI  
BUDGETARY COMPARISON SCHEDULE --  
STREET PROJECTS  
FOR THE YEAR ENDED MARCH 31, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES,</b>				
Interest income and unrealized losses	\$ -	\$ -	\$ (51,342)	\$ (51,342)
<b>EXPENDITURES,</b>				
Capital outlay	-	195,489	163,218	32,271
Deficiency of revenues over expenditures	-	(195,489)	(214,560)	(19,071)
<b>OTHER FINANCING SOURCES,</b>				
Transfers in	-	1,250,000	1,250,000	-
Net change in fund balances	\$ -	\$ 1,054,511	1,035,440	\$ (19,071)
Fund balances - beginning			665,152	
Fund balances - ending			\$ 1,700,592	



**CITY OF BELTON, MISSOURI**

**REPORT TO MANAGEMENT**



To the Honorable Mayor  
and Members of the  
City Council  
City of Belton, Missouri

In planning and performing our audit of the basic financial statements of the City of Belton, Missouri (the City), as of and for the year ended March 31, 2022, in accordance with auditing standards generally accepted in the United States of America, we considered the City's internal control over financial reporting (internal control) as a basis for designing our auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be significant deficiencies or material weaknesses and therefore, significant deficiencies or material weaknesses may exist that have not been identified. However, as discussed below, we identified a certain deficiency in internal control that we consider to be material weakness.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control over financial reporting, 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 reasonable possibility exists when the likelihood of an event occurring is either reasonable possible or probable as defined as follows:

- *Reasonable possible* – The chance of the future event or events occurring is more than remote but less than likely.
- *Probable* – The future event or events are likely to occur.

We consider the following deficiency in the City's internal control to be a material weakness:

Overall Comment on the Audit: The City had significant issues utilizing the accounting software. The preparation and reporting for the audit from the software hindered the audit's progress. Documentation provided by the City did not in many instances agree to the accounting software. As a result, material corrections to PBC files and journal entries were required for multiple audit areas including but not limited to debt, capital assets, payroll, revenues, expenses, and cash. These issues were the result of turnover at the City in the finance department. The loss of these positions created a situation where the City was unable to properly prepare for the audit or prepare PBC files in a timely manner.

The purpose of this communication, which is an integral part of our audit, is to describe, for management and those charged with governance, the scope of our testing of internal control and the results of that testing. Accordingly, this communication is not intended to be and should not be used for any other purpose.

Troutt, Beeman & Co., P.C.  
Harrisonville, Missouri  
January 10, 2024

**CITY OF BELTON, MISSOURI**

**COMMUNICATION WITH THOSE CHARGED WITH GOVERNANCE**



January 10, 2024

To the Honorable Mayor  
And Members of the  
City Council  
City of Belton, Missouri

We have audited the financial statements of the City of Belton, Missouri, as of and for the year ended March 31, 2022, and have issued our report thereon dated January 10, 2024. Professional standards require that we advise you of the following matters relating to our audit.

### **Our Responsibility in Relation to the Financial Statement Audit**

As communicated in our engagement letter dated April 4, 2022, our responsibility, as described by professional standards, is to form and express opinions about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in conformity with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, as part of our audit, we considered the internal control of City of Belton, Missouri, solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

## **Planned Scope and Timing of the Audit**

We conducted our audit consistent with the planned scope we previously communicated to you. The timing of the audit was modified due to significant difficulties encountered during the audit.

## **Compliance with All Ethics Requirements Regarding Independence**

The engagement team, others in our firm, as appropriate, our firm, and our network firms has complied with all relevant ethical requirements regarding independence.

## **Qualitative Aspects of the Entity's Significant Accounting Practices**

### *Significant Accounting Policies*

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by City of Belton, Missouri, is included in Note 1 to the financial statements. There have been no initial selection of accounting policies and no changes in significant accounting policies or their application during year ended March 31, 2022. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

### *Significant Accounting Estimates*

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgments.

The most sensitive accounting estimates affecting the financial statements are capital asset lives, allowance for uncollectible accounts, compensated absences, and other postemployment benefits.

- Management's estimate of the useful lives of capital assets is based on historical information and industry guidance.
- Management's estimate of the allowance for uncollectible accounts for water and sewer services is based on consideration of past experience, current delinquent accounts, payment history and other information contained in customer files.

- Management's estimate of compensated absences is based on current hourly rates and policies regarding payment of sick and vacation banks.
- Management's estimate of other postemployment benefit costs, (OPEB) including the actuarial methods and assumptions, are based on plan provisions, healthcare-related trends and payroll data.

We evaluated the key factors and assumptions used to develop the estimates and determined that it is reasonable in relation to the basic financial statements taken as a whole and in relation to the applicable opinion units.

### *Financial Statement Disclosures*

Certain financial statement disclosures involve significant judgment and are particularly sensitive because of their significance to financial statement users. The financial statement disclosures are neutral, consistent, and clear.

### **Significant Difficulties Encountered during the Audit**

Although we ultimately received full cooperation of management and believe that we were given direct and unrestricted access to the City of Belton's books and records, as we disclosed in the management letter, we encountered significant difficulties in performing and completing the audit process. Principally, these difficulties related to the poor condition of the books and records, lack of available documentation, and the lack of knowledge of internal staffing. All of these issues, as well as others, such as the constant turnover of senior-level management officials, contributed to the problem and added to the time and related cost of the audit.

### **Uncorrected and Corrected Misstatements**

For purposes of this communication, professional standards also require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statements as a whole and each applicable opinion unit. The attached schedule summarizes uncorrected financial statement misstatements whose effects in the current and prior periods, as determined by management, are immaterial, both individually and in the aggregate, to the financial statements taken as a whole. Uncorrected misstatements or matters underlying those uncorrected misstatements could potentially cause future-period financial statements to be materially misstated, even though the uncorrected misstatements are immaterial to the financial statements currently under audit.

In addition, professional standards require us to communicate to you all material, corrected misstatements that were brought to the attention of management as a result of our audit procedures. The attached document has the adjustment we identified as a

result of our audit procedures, were brought to the attention of, and corrected by management.

### **Disagreements with Management**

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to City of Belton, Missouri's financial statements or the auditor's report. No such disagreements arose during the course of the audit.

### **Representations Requested from Management**

We have requested certain written representations from management, which are included in the attached letter dated January 10, 2024.

### **Management's Consultations with Other Accountants**

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

### **Other Significant Matters, Findings, or Issues**

In the normal course of our professional association with City of Belton, Missouri, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, operating and regulatory conditions affecting the entity, and operational plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as City of Belton, Missouri's auditors.

This report is intended solely for the information and use of members of City Council and management of City of Belton, Missouri, and is not intended to be and should not be used by anyone other than these specified parties.

*Troutt, Beeman & Co., P.C.*  
TROUTT, BEEMAN & CO., P.C.  
Harrisonville, Missouri



Client: **5043 - CITY OF BELTON, MISSOURI**  
Engagement: **2022 - CITY OF BELTON, MISSOURI**  
Period Ending: **3/31/2022**  
Trial Balance: **TB - Working Trial Balance**  
Workpaper: **AJE by number**  
Fund Level: **All**  
Index: **All**

Account	Description	W/P Ref	Debit	Credit
<b>Adjusting Journal Entries</b>				
<b>Adjusting Journal Entries JE # 22</b>		<b>1500.25</b>		
To record biz OPEB allocations				
660-0000-2390800	DEFERRED OUTFLOWS (INFLO) / OPEB		3,097.00	
660-0000-4005590	PENSION EXPENSE		1,299.00	
662-0000-2390800	DEFERRED OUTFLOWS (INFLO) / OPEB		4,323.00	
665-0000-2390800	DEFERRED OUTFLOWS (INFLO) / OPEB		827.00	
665-0000-4005590	PENSION EXPENSE		3,122.00	
660-0000-2390810	OPEB / Due to Assets			1,441.00
660-0000-2390820	OPEB / Liability			2,955.00
662-0000-2390810	OPEB / Due to Assets			1,810.00
662-0000-2390820	OPEB / Liability			2,059.00
662-0000-4005590	PENSION EXPENSE			454.00
665-0000-2390810	OPEB / Due to Assets			631.00
665-0000-2390820	OPEB / Liability			3,318.00
<b>Total</b>			<b>12,668.00</b>	<b>12,668.00</b>
<b>Adjusting Journal Entries JE # 23</b>				
<b>Adjusting Journal Entries JE # 23</b>		<b>1500.05</b>		
To reclass prior deferred contributions to net postion				
660-0000-4005590	PENSION EXPENSE		90,344.00	
662-0000-4005590	PENSION EXPENSE		82,814.00	
665-0000-4005590	PENSION EXPENSE		77,797.00	
660-0000-2390700	DEFERRED OUTFLOWS (INFLO) / CONTRIBUTIONS			90,344.00
662-0000-2390700	DEFERRED OUTFLOWS (INFLO) / CONTRIBUTIONS			82,814.00
665-0000-2390700	DEFERRED OUTFLOWS (INFLO) / CONTRIBUTIONS			77,797.00
<b>Total</b>			<b>250,955.00</b>	<b>250,955.00</b>
<b>Adjusting Journal Entries JE # 24</b>				
<b>Adjusting Journal Entries JE # 24</b>		<b>1500.05</b>		
To record current year contributions made 07/01/2020-03/31/2021				
660-0000-2390700	DEFERRED OUTFLOWS (INFLO) / CONTRIBUTIONS		110,501.00	
662-0000-2390700	DEFERRED OUTFLOWS (INFLO) / CONTRIBUTIONS		98,223.00	
665-0000-2390700	DEFERRED OUTFLOWS (INFLO) / CONTRIBUTIONS		98,222.00	
660-0000-4005590	PENSION EXPENSE			110,501.00
662-0000-4005590	PENSION EXPENSE			98,223.00
665-0000-4005590	PENSION EXPENSE			98,222.00
<b>Total</b>			<b>306,946.00</b>	<b>306,946.00</b>
<b>Adjusting Journal Entries JE # 25</b>				
<b>Adjusting Journal Entries JE # 25</b>		<b>1500.05</b>		
To record changes in net pension liability current year - biz funds				
660-0000-1901000	NET PENSION ASSET/(LIAB) / NET PENSION ASSET/(LIAB)		507,818.00	
662-0000-1901000	NET PENSION ASSET/(LIAB) / NET PENSION ASSET/(LIAB)		451,394.00	
665-0000-1901000	NET PENSION ASSET/(LIAB) / NET PENSION ASSET/(LIAB)		451,394.00	
660-0000-2390710	CONTRIBUTIONS / DUE TO LIABILITES			348,214.00
660-0000-2390720	CONTRIBUTIONS / DUE TO ASSETS			73,725.00
660-0000-4005590	PENSION EXPENSE			85,879.00
662-0000-2390710	CONTRIBUTIONS / DUE TO LIABILITES			309,524.00
662-0000-2390720	CONTRIBUTIONS / DUE TO ASSETS			65,533.00
662-0000-4005590	PENSION EXPENSE			76,337.00
665-0000-2390710	CONTRIBUTIONS / DUE TO LIABILITES			309,524.00
665-0000-2390720	CONTRIBUTIONS / DUE TO ASSETS			65,533.00
665-0000-4005590	PENSION EXPENSE			76,337.00
<b>Total</b>			<b>1,410,606.00</b>	<b>1,410,606.00</b>
<b>Adjusting Journal Entries JE # 201</b>				
<b>Adjusting Journal Entries JE # 201</b>		<b>N-01</b>		
To apply/move expensed principal payments made for 2020 build american bonds to correct liability account and update current maturities				

660-0000-2310405	REVENUE / 1995 REVENUE		
660-0000-2310410	REVENUE / LONG TERM DEBT		
660-0000-4008020	DEBT SERVICE / REVENUE BONDS - PRINCIPAL		
<b>Total</b>		<b>0.00</b>	<b>0.00</b>

**Adjusting Journal Entries JE # 202**

N-01

To apply/correct 2019 trash cart lease payments to liability account and adjust current maturities

661-0000-2371010	EQUIPMENT / LONG-TERM	144,045.00	
661-0000-2371005	EQUIPMENT / SHORT-TERM		5,590.00
661-0000-4008060	DEBT SERVICE / EQUIPMENT - PRINCIPAL		138,455.00
<b>Total</b>		<b>144,045.00</b>	<b>144,045.00</b>

**Adjusting Journal Entries JE # 203**

N-01

To adjust current maturities to actual

662-0000-2310405	REVENUE / 1995 REVENUE		
662-0000-2310410	REVENUE / LONG TERM DEBT		
<b>Total</b>		<b>0.00</b>	<b>0.00</b>

**Adjusting Journal Entries JE # 204**

N-01

To apply principal expense to golf fund debt and correct current maturities

665-0000-2310511	CERTIFICATE OF PARTICIPATION / 2005 COP CLUB HOUSE LT	105,000.00	
665-0000-2310517	CERTIFICATE OF PARTICIPATION / 17 COP 2007 REFUNDING	117,000.00	
665-0000-2371000	LEASE PAYABLE / EQUIPMENT	32,701.00	
665-0000-2251525	COP BONDS PAYABLE / 2005 COP CLB HSE CURRENT		5,000.00
665-0000-2251527	COP BONDS PAYABLE / 17 GOLF COP - CURRENT		6,000.00
665-0000-2271525	CURRENT MATURITIES / LEASE		1,106.00
665-0000-4008030	DEBT SERVICE / COP BONDS - PRINCIPAL		211,000.00
665-0000-4008060	DEBT SERVICE / EQUIPMENT - PRINCIPAL		31,595.00
<b>Total</b>		<b>254,701.00</b>	<b>254,701.00</b>

**Adjusting Journal Entries JE # 206**

L-02

To record PY reversal of accrued wages. DELETED AS CLIENT CORRECTED ON ONE OF THE TB THAT WERE PROVIDED

010-0000-2031000	COMPENSATED ABSENCES PAY / ACCRUED PAYROLL		
010-9999-4001111	SALARY & WAGES / WAGES ACCRUED GENERAL GOV		
010-9999-4001112	SALARY & WAGES / WAGES ACCRUED PUBLIC WORK		
010-9999-4001113	SALARY & WAGES / WAGES ACCRUED CIVIL DEFEN		
010-9999-4001114	SALARY & WAGES / WAGES ACCRUED FIRE & EMER		
010-9999-4001115	SALARY & WAGES / WAGES ACCRUED PUBLIC SAFE		
010-9999-4001116	SALARY & WAGES / WAGES ACCRUED MUNICIPAL J		
010-9999-4001117	SALARY & WAGES / WAGES ACCRUED COMMUNITY &		
220-0000-2031000	COMPENSATED ABSENCES PAY / ACCRUED PAYROLL		
220-9999-4001118	SALARY & WAGES / WAGES ACCRUED PARKS & REC		
224-0000-2031000	COMPENSATED ABSENCES PAY / ACCRUED PAYROLL		
224-9999-4001112	SALARY & WAGES / WAGES ACCRUED PUBLIC WORK		
225-0000-2031000	COMPENSATED ABSENCES PAY / ACCRUED PAYROLL		
225-9999-4001112	SALARY & WAGES / WAGES ACCRUED PUBLIC WORK		
660-0000-2031000	COMPENSATED ABSENCES PAY / ACCRUED PAYROLL		
660-9999-4001119	SALARY & WAGES / PERSONNEL EXPENSE ACCRUED		
662-0000-2031000	COMPENSATED ABSENCES PAY / ACCRUED PAYROLL		
662-9999-4001119	SALARY & WAGES / PERSONNEL EXPENSE ACCRUED		
665-0000-2031000	COMPENSATED ABSENCES PAY / ACCRUED PAYROLL		
665-9999-4001119	SALARY & WAGES / PERSONNEL EXPENSE ACCRUED		
<b>Total</b>		<b>0.00</b>	<b>0.00</b>

**Adjusting Journal Entries JE # 207**

L-02

To record CY payroll accruals. DELETED AS CLIENT CORRECTED ON ONE OF THE TB THAT WERE PROVIDED

010-0000-2031000	COMPENSATED ABSENCES PAY / ACCRUED PAYROLL		
010-9999-4001111	SALARY & WAGES / WAGES ACCRUED GENERAL GOV		
010-9999-4001112	SALARY & WAGES / WAGES ACCRUED PUBLIC WORK		
010-9999-4001113	SALARY & WAGES / WAGES ACCRUED CIVIL DEFEN		
010-9999-4001114	SALARY & WAGES / WAGES ACCRUED FIRE & EMER		
010-9999-4001115	SALARY & WAGES / WAGES ACCRUED PUBLIC SAFE		
010-9999-4001116	SALARY & WAGES / WAGES ACCRUED MUNICIPAL J		
010-9999-4001117	SALARY & WAGES / WAGES ACCRUED COMMUNITY &		

220-0000-2031000	COMPENSATED ABSENCES PAY / ACCRUED PAYROLL		
220-9999-4001118	SALARY & WAGES / WAGES ACCRUED PARKS & REC		
224-0000-2031000	COMPENSATED ABSENCES PAY / ACCRUED PAYROLL		
224-9999-4001112	SALARY & WAGES / WAGES ACCRUED PUBLIC WORK		
225-0000-2031000	COMPENSATED ABSENCES PAY / ACCRUED PAYROLL		
225-9999-4001112	SALARY & WAGES / WAGES ACCRUED PUBLIC WORK		
660-0000-2031000	COMPENSATED ABSENCES PAY / ACCRUED PAYROLL		
660-9999-4001119	SALARY & WAGES / PERSONNEL EXPENSE ACCRUED		
662-0000-2031000	COMPENSATED ABSENCES PAY / ACCRUED PAYROLL		
662-9999-4001119	SALARY & WAGES / PERSONNEL EXPENSE ACCRUED		
665-0000-2031000	COMPENSATED ABSENCES PAY / ACCRUED PAYROLL		
665-9999-4001119	SALARY & WAGES / PERSONNEL EXPENSE ACCRUED		
<b>Total</b>		<b>0.00</b>	<b>0.00</b>

**Adjusting Journal Entries JE # 208**

**N-20**

To reverse client entry which doubled principal and interest payments on the 2017C debt issuance.

334-0000-1022525	RESERVE FOR DEBT SERVICE / BONDS PRIN & INT	670,150.00	
334-1870-4008010	DEBT SERVICE / GO BONDS - PRINCIPAL		95,000.00
334-1870-4008011	DEBT SERVICE / GO BONDS - INTEREST		575,150.00
<b>Total</b>		<b>670,150.00</b>	<b>670,150.00</b>

**Adjusting Journal Entries JE # 209**

**9030.01**

To record transactions related to the 2021 go debt refunding

334-0000-3912100	INTERFUND TRANSFERS IN / TRF FROM TIF-ORIGINAL	4,894,672.00	
334-1865-4008010	DEBT SERVICE / GO BONDS - PRINCIPAL	1,910,000.00	
334-1865-4008011	GO BONDS - INTEREST	15,839.00	
334-1872-4008013	DEBT SERVICE / GO BONDS - ISSUANCE COSTS	55,720.00	
334-0000-367-22-01	PREMIUM ON BONDS		326,231.00
334-0000-3672200	MPR Rebate/ Bond Proceeds		6,550,000.00
<b>Total</b>		<b>6,876,231.00</b>	<b>6,876,231.00</b>

**Adjusting Journal Entries JE # 210**

**S-17**

To correct property tax deferrals and receivables - due to formula error on PBC file.

010-0000-2222020	DEFERRED REVENUE / 2020 PROPERTY TAXES	41,586.00	
220-0000-1162019	DEFERRED RECEIVABLES / 2019 PROPERTY TAXES	2,134.00	
220-0000-2222020	DEFERRED REVENUE / 2020 PROPERTY TAXES	18,501.00	
334-0000-2222020	DEFERRED REVENUE / 2020 PROPERTY TAXES	108,150.00	
010-0000-1162020	DEFERRED RECEIVABLES / 2020 PROPERTY TAXES		41,586.00
220-0000-1162020	DEFERRED RECEIVABLES / 2020 PROPERTY TAXES		18,501.00
220-0000-2222019	DEFERRED REVENUE / 2019 PROPERTY TAXES		2,134.00
334-0000-1162020	DEFERRED RECEIVABLES / 2020 PROPERTY TAXES		108,150.00
<b>Total</b>		<b>170,371.00</b>	<b>170,371.00</b>

**Adjusting Journal Entries JE # 213**

**3005.35**

Client entry to reverse out prior year accounts receivable

010-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE	172,867.00	
220-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE	42,150.00	
224-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE	35.00	
225-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE	273,348.00	
442-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE	30,620.00	
445-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE	67,177.00	
451-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE	47,363.00	
660-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE	56,775.00	
661-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE	101,509.00	
662-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE	171,383.00	
665-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE	61,527.00	
010-9999-4002111	EXPENSES ACCRUED GEN GOVT		62,928.00
010-9999-4002113	Civil Defense		319.00
010-9999-4002114	Fire & EMS		28,290.00
010-9999-4002115	Public Safety		75,752.00
010-9999-4002116	Municipal Jail		4,297.00
010-9999-4002117	COMMUNITY DEVELOPMENT		702.00
010-9999-4007100	CAPITAL OUTLAY - LAND		579.00
220-9999-4002118	PARKS & RECREATION		42,150.00
224-9999-4002112	PUBLIC WORKS		35.00

225-9999-4002112	PUBLIC WORKS	58,957.00	
225-9999-4007100	CAPITAL OUTLAY - LAND	214,391.00	
442-9999-4007100	CAPITAL OUTLAY - LAND	30,620.00	
445-9999-4007100	CAPITAL OUTLAY - LAND	67,177.00	
451-9999-4007100	CAPITAL OUTLAY - LAND	47,363.00	
660-9999-4007100	Expenses accrued capital outlay	23,939.00	
660-9999-4007102	Maint & repairs accrued	6,297.00	
660-9999-4007103	Misc Accrued	1,174.00	
660-9999-4007104	Materials & Supplies accr	4,622.00	
660-9999-4007105	Utilities accrued	18,846.00	
660-9999-4007107	FUEL & LUBRICANTS	1,897.00	
661-9999-4002161	SOLID WASTE DISPOSAL	101,509.00	
662-9999-4007100	CAPITAL OUTLAY - LAND	25,231.00	
662-9999-4007101	Contractual Accrued	1,749.00	
662-9999-4007102	Maint & repairs accrued	6,439.00	
662-9999-4007103	Misc Accrued	1,630.00	
662-9999-4007104	Materials & Supplies accr	20,369.00	
662-9999-4007105	Utilities accrued	4,323.00	
662-9999-4007106	Water Supply Accrued	109,470.00	
662-9999-4007107	FUEL & LUBRICANTS	2,172.00	
665-9999-4007102	Maint & repairs accrued	1,523.00	
665-9999-4007103	Misc Accrued	1,720.00	
665-9999-4007104	Materials & Supplies accr	57,243.00	
665-9999-4007105	Utilities accrued	1,041.00	
<b>Total</b>		<b>1,024,754.00</b>	<b>1,024,754.00</b>

**Adjusting Journal Entries JE # 214**

**3005.35**

Client entry to record current year accounts receivable.

010-9999-4002111	EXPENSES ACCRUED GEN GOVT	80,147.00	
010-9999-4002113	Civil Defense	270.00	
010-9999-4002114	Fire & EMS	41,259.00	
010-9999-4002115	Public Safety	53,839.00	
010-9999-4002116	Municipal Jail	3,999.00	
010-9999-4002117	COMMUNITY DEVELOPMENT	15,678.00	
010-9999-4007100	CAPITAL OUTLAY - LAND	34,179.00	
220-9999-4002118	PARKS & RECREATION	82,789.00	
224-9999-4002112	PUBLIC WORKS	2,468.00	
225-9999-4002112	PUBLIC WORKS	65,575.00	
225-9999-4007100	CAPITAL OUTLAY - LAND	12,182.00	
442-9999-4007100	CAPITAL OUTLAY - LAND	14,903.00	
445-9999-4007100	CAPITAL OUTLAY - LAND	180.00	
451-9999-4007100	CAPITAL OUTLAY - LAND	298,749.00	
660-9999-4007100	Expenses accrued capital outlay	94,248.00	
660-9999-4007101	Contractual Accrued	362.00	
660-9999-4007102	Maint & repairs accrued	14,324.00	
660-9999-4007103	Misc Accrued	7,537.00	
660-9999-4007104	Materials & Supplies accr	6,433.00	
660-9999-4007105	Utilities accrued	23,608.00	
660-9999-4007107	FUEL & LUBRICANTS	2,287.00	
661-9999-4002161	SOLID WASTE DISPOSAL	108,969.00	
662-9999-4007100	CAPITAL OUTLAY - LAND	131,038.00	
662-9999-4007101	Contractual Accrued	891.00	
662-9999-4007102	Maint & repairs accrued	768.00	
662-9999-4007103	Misc Accrued	6,450.00	
662-9999-4007104	Materials & Supplies accr	8,013.00	
662-9999-4007105	Utilities accrued	3,860.00	
662-9999-4007106	Water Supply Accrued	159,450.00	
662-9999-4007107	FUEL & LUBRICANTS	2,790.00	
665-9999-4007102	Maint & repairs accrued	5,760.00	
665-9999-4007103	Misc Accrued	500.00	
665-9999-4007104	Materials & Supplies accr	52,577.00	
665-9999-4007105	Utilities accrued	823.00	
010-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE		229,371.00
220-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE		82,789.00
224-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE		2,468.00
225-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE		77,757.00

442-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE		14,903.00
445-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE		180.00
451-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE		298,749.00
660-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE		148,799.00
661-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE		108,969.00
662-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE		313,260.00
665-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE		59,660.00
<b>Total</b>		<b>1,336,905.00</b>	<b>1,336,905.00</b>

**Adjusting Journal Entries JE # 215**

**3005.35**

Client entry to adjust debt payments and accrued interest.

660-0000-2310410	REVENUE / LONG TERM DEBT	138,000.00	
660-0000-2310415	REVENUE / 1991A UNREFUNDED SRF LT	7,600.00	
660-9999-4008041	INTEREST	211.00	
660-9999-4008041	INTEREST	2,605.00	
661-0000-2140500	ACCRUED LIABILITIES / ACCRUED BOND INT PAYABLE	8,221.00	
662-0000-2140500	ACCRUED LIABILITIES / ACCRUED BOND INT PAYABLE	3,208.00	
662-0000-2310410	REVENUE / LONG TERM DEBT	8,600.00	
665-0000-1700530	UNAMORTIZED BOND COSTS / 1998 COP ISSUANCE COSTS	12,644.00	
665-0000-2140500	ACCRUED LIABILITIES / ACCRUED BOND INT PAYABLE	1,866.00	
660-0000-2140500	ACCRUED LIABILITIES / ACCRUED BOND INT PAYABLE		211.00
660-0000-2310405	REVENUE / 1995 REVENUE		18,000.00
660-0000-2310420	REVENUE / 1992A SRF LT		2,605.00
660-0000-4008020	DEBT SERVICE / REVENUE BONDS - PRINCIPAL		120,000.00
660-9999-4008041	INTEREST		7,600.00
661-9999-4008041	INTEREST		8,221.00
662-0000-2310405	REVENUE / 1995 REVENUE		8,600.00
662-9999-4008041	INTEREST		3,208.00
665-9999-4008041	INTEREST		1,866.00
665-9999-4008041	INTEREST		12,644.00
661-0000-2371005	EQUIPMENT / SHORT-TERM		
661-0000-2371010	EQUIPMENT / LONG-TERM		
661-0000-4008060	DEBT SERVICE / EQUIPMENT - PRINCIPAL		
665-0000-2251527	COP BONDS PAYABLE / 17 GOLF COP - CURRENT		
665-0000-2310511	CERTIFICATE OF PARTICPTION / 2005 COP CLUB HOUSE LT		
665-0000-2310517	CERTIFICATE OF PARTICPTION / 17 COP 2007 REFUNDING		
665-0000-4008030	DEBT SERVICE / COP BONDS - PRINCIPAL		
665-0000-4008030	DEBT SERVICE / COP BONDS - PRINCIPAL		
665-0000-4008030	DEBT SERVICE / COP BONDS - PRINCIPAL		
665-9999-4008041	INTEREST		
<b>Total</b>		<b>182,955.00</b>	<b>182,955.00</b>

**Adjusting Journal Entries JE # 216**

**3005.35**

Client entry to adjust lease payments

665-0000-2271525	CURRENT MATURITIES / LEASE		
665-0000-2371000	LEASE PAYABLE / EQUIPMENT		
665-0000-3672200	MPR Rebate/ Bond Proceeds		
665-0000-4008060	DEBT SERVICE / EQUIPMENT - PRINCIPAL		
<b>Total</b>		<b>0.00</b>	<b>0.00</b>

**Adjusting Journal Entries JE # 217**

**A-04.1**

To reverse ACH payment for payroll liabilities initiated and paid after year-end.

701-0000-1010100	CASH / EQUITY IN POOLED CASH	142,611.00	
701-0000-1010100	CASH / EQUITY IN POOLED CASH	131,375.00	
701-0000-2040500	PAYROLL PAYABLES / FIT W/H PAYABLE		50,146.00
701-0000-2040500	PAYROLL PAYABLES / FIT W/H PAYABLE		44,179.00
701-0000-2041000	PAYROLL PAYABLES / MO W/H PAYABLE		17,958.00
701-0000-2041000	PAYROLL PAYABLES / MO W/H PAYABLE		15,957.00
701-0000-2041500	PAYROLL PAYABLES / SOCIAL SECURITY PAYABLE		60,385.00
701-0000-2041500	PAYROLL PAYABLES / SOCIAL SECURITY PAYABLE		57,736.00
701-0000-2041600	PAYROLL PAYABLES / MEDICARE PAYABLE		14,122.00
701-0000-2041600	PAYROLL PAYABLES / MEDICARE PAYABLE		13,503.00
<b>Total</b>		<b>273,986.00</b>	<b>273,986.00</b>

**Adjusting Journal Entries JE # 218**

**9036, N-01**

To record new golf mower lease

665-0000-1640500	EQUIPMENT / EQUIPMENT	124,229.00	
665-0000-2371000	LEASE PAYABLE / EQUIPMENT	26,229.00	
665-0000-2371000	LEASE PAYABLE / EQUIPMENT		124,229.00
665-0000-4957400	CAPITAL OUTLAY / CAPITAL OUTLAY - EQUIP		26,229.00
<b>Total</b>		<b>150,458.00</b>	<b>150,458.00</b>

**Adjusting Journal Entries JE # 219**

**K-01**

To record additional liability for invoices noted during subsequent disbursements that should be in AP at YE.

010-1000-4003040	CONTRACTUAL SERVICES / AUDITING	84,293.00	
010-1300-4003035	CONTRACTUAL SERVICES / LEGAL	25,160.00	
010-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE		109,453.00
<b>Total</b>		<b>109,453.00</b>	<b>109,453.00</b>

**Adjusting Journal Entries JE # 220**

**K-01**

To reverse PY AP that was not reversed in client proposed entry # 213

010-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE	127,504.00	
445-9999-4007100	CAPITAL OUTLAY - LAND	100,368.00	
010-9999-4002111	EXPENSES ACCRUED GEN GOVT		127,504.00
445-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE		100,368.00
<b>Total</b>		<b>227,872.00</b>	<b>227,872.00</b>

**Adjusting Journal Entries JE # 221**

**E-02**

To record additional asset additions and disposals

660-0000-1652000	CONSTRUCTION IN PROGRESS / CIP-IMPR OTHER THAN BLDG	850,239.00	
661-0000-1640500	EQUIPMENT / EQUIPMENT	49,978.00	
662-0000-1630500	IMPROV-OTHER THAN BLDGS / IMPROV-OTHER THAN BLDGS	49,271.00	
662-0000-1640600	EQUIPMENT / ACCUM DEPR-EQUIPMENT	71,501.00	
662-0000-1652000	CONSTRUCTION IN PROGRESS / CIP-IMPR OTHER THAN BLDG	657,278.00	
665-0000-1640600	EQUIPMENT / ACCUM DEPR-EQUIPMENT	35,365.00	
660-0000-4957200	CAPITAL OUTLAY / CAPITAL OUTLAY - BUILDING		627,781.00
660-0000-4957300	CAPITAL OUTLAY / CAPITAL OUTLAY - IMPROV		222,458.00
661-0000-4957400	CAPITAL OUTLAY / CAPITAL OUTLAY - EQUIP		49,978.00
662-0000-1640500	EQUIPMENT / EQUIPMENT		71,501.00
662-0000-4002040	PURCHASED PROP SERVICES / WATER TOWERS MAINTENANCE		49,271.00
662-0000-4957200	CAPITAL OUTLAY / CAPITAL OUTLAY - BUILDING		627,781.00
662-0000-4957300	CAPITAL OUTLAY / CAPITAL OUTLAY - IMPROV		29,497.00
665-0000-1640500	EQUIPMENT / EQUIPMENT		32,385.00
665-0000-4957400	CAPITAL OUTLAY / CAPITAL OUTLAY - EQUIP		2,980.00
<b>Total</b>		<b>1,713,632.00</b>	<b>1,713,632.00</b>

**Adjusting Journal Entries JE # 223**

**E-02**

To adjust depreciation

660-0000-4005520	OTHER EXPENDITURES / DEPRECIATION	861,873.00	
661-0000-4005520	OTHER EXPENDITURES / DEPRECIATION	2,866.00	
660-0000-1631100	IMPROV-OTHER THAN BLDGS / ACCUM DEPR-NEW SEWER PLNT		861,873.00
661-0000-1640600	EQUIPMENT / ACCUM DEPR-EQUIPMENT		2,866.00
660-0000-1630600	IMPROV-OTHER THAN BLDGS / ACCUM DEPR-IMP OTHER BLDG		
662-0000-1630600	IMPROV-OTHER THAN BLDGS / ACCUM DEPR-IMP OTHER BLDG		
662-0000-4005520	OTHER EXPENDITURES / DEPRECIATION		
<b>Total</b>		<b>864,739.00</b>	<b>864,739.00</b>

**Adjusting Journal Entries JE # 224**

**K-03**

To reverse PY AP accrual and CY expense that was accounted for in FY 2021.

222-0000-2020100	ACCOUNTS PAYABLE / ACCOUNTS PAYABLE	801,134.00	
222-5040-4003020	CONTRACTUAL SERVICES / CONTRACTUAL		801,134.00
<b>Total</b>		<b>801,134.00</b>	<b>801,134.00</b>

**Total Adjusting Journal Entries**

**16,782,561.00**

**16,782,561.00**

**Total All Journal Entries**

**16,782,561.00**

**16,782,561.00**



**CITY OF BELTON**  
**506 Main St**  
**Belton, MO 64012**  
**816-331-4331**

January 10, 2024

Troutt, Beeman & Co., P.C.  
1212 Locust  
Harrisonville, MO 64701

This representation letter is provided in connection with your audit of the financial statements of City of Belton, Missouri as of March 31, 2022, and for the year then ended, and the related notes to the financial statements, for the purpose of expressing opinions on whether the basic financial statements present fairly, in all material respects, the financial position, results of operations, and cash flows, where applicable, of the various opinion units of City of Belton, Missouri in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in the light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement.

We confirm that, to the best of our knowledge and belief, having made such inquiries as we considered necessary for the purpose of appropriately informing ourselves as of January 10, 2024.

#### **Financial Statements**

- We have fulfilled our responsibilities, as set out in the terms of the audit engagement dated April 4, 2022, for the preparation and fair presentation of the financial statements of the various opinion units referred to above in accordance with U.S. GAAP.
- We acknowledge our responsibility for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of

financial statements that are free from material misstatement, whether due to fraud or error.

- We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
- We acknowledge our responsibility for compliance with the laws, regulations, and provisions of contracts and grant agreements
- We have reviewed, approved, and taken responsibility for the financial statements and related notes.
- We have a process to track the status of audit findings and recommendations.
- We have identified and communicated to you all previous audits, attestation engagements, and other studies related to the audit objectives and whether related recommendations have been implemented.
- Significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable.
- All related party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of U.S. GAAP.
- All events subsequent to the date of the financial statements and for which U.S. GAAP requires adjustment or disclosure have been adjusted or disclosed.
- The effects of uncorrected misstatements summarized in the attached schedule and aggregated by you during the current engagement are immaterial, both individually and in the aggregate, to the applicable opinion units and to the financial statements as a whole.
- The effects of all known actual or possible litigation and claims have been accounted for and disclosed in accordance with U.S. GAAP.
- All component units, as well as joint ventures with an equity interest, are included and other joint ventures and related organizations are properly disclosed.
- All funds and activities are properly classified.
- All funds that meet the quantitative criteria in GASB Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, and GASB Statement No. 37, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments: Omnibus* as amended, and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, for presentation as major are



identified and presented as such and all other funds that are presented as major are considered important to financial statement users.

- All components of net position, nonspendable fund balance, and restricted, committed, assigned, and unassigned fund balance are properly classified and if applicable approved.
- Our policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position/fund balance are available is appropriately disclosed and net position/fund balance is properly recognized under the policy.
- All revenues within the statement of activities have been properly classified as program revenues, general revenues, contributions to term or permanent endowments, or contributions to permanent fund principal.
- All expenses have been properly classified in or allocated to functions and programs in the statement of activities, and allocations, if any, have been made on a reasonable basis.
- All interfund and intra-entity transactions and balances have been properly classified and reported.
- Special items and extraordinary items have been properly and fully disclosed.
- Deposit and investment risks have been properly and fully disclosed.
- Capital assets, including infrastructure assets, are properly capitalized, reported, and if applicable, depreciated.
- All required supplementary information is measured and presented within the prescribed guidelines.
- With regard to pensions and OPEB:
  - We believe that the actuarial assumptions and methods used to measure pension and OPEB liabilities and costs for financial accounting purposes are appropriate in the circumstances.
  - We are unable to determine the possibility of a withdrawal liability from LAGERS, of which we are a sponsor and are not currently contemplating withdrawing from LAGERS.
  - Increases in benefits, elimination of benefits and all similar amendments have been disclosed in accordance with U.S. GAAP and are included in the most recent actuarial valuation, or disclosed as a subsequent event.
- With regard to investments and other instruments reported at fair value:

- The underlying assumptions are reasonable and they appropriately reflect management's intent and ability to carry out its stated courses of action.
- The measurement methods and related assumptions used in determining fair value are appropriate in the circumstances and have been consistently applied.
- The disclosures related to fair values are complete, adequate, and in conformity with U.S. GAAP.
- There are no subsequent events that require adjustments to the fair value measurements and disclosures included in the financial statements.
- With respect to the preparation of financial statements we have performed the following:
  - Made all management decisions and performed all management functions;
  - Assigned a competent individual to oversee the services;
  - Evaluated the adequacy of the services performed;
  - Evaluated and accepted responsibility for the result of the service performed; and
  - Established and maintained internal controls, including monitoring ongoing activities.

### **Information Provided**


- We have provided you with:
  - Access to all information, of which we are aware that is relevant to the preparation and fair presentation of the financial statements of the various opinion units referred to above, such as records, documentation, meeting minutes, and other matters;
  - Additional information that you have requested from us for the purpose of the audit; and
  - Unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence.
- All transactions have been recorded in the accounting records and are reflected in the financial statements.
- We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.

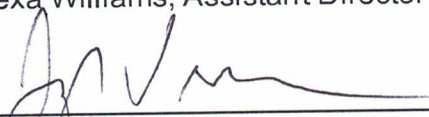


- We have no knowledge of any fraud or suspected fraud that affects the entity and involves:
  - Management;
  - Employees who have significant roles in internal control; or
  - Others where the fraud could have a material effect on the financial statements.
- We have no knowledge of any allegations of fraud, or suspected fraud, affecting the entity's financial statements communicated by employees, former employees, vendors, regulators, or others.
- We are not aware of any pending or threatened litigation and claims whose effects should be considered when preparing the financial statements.
- We have disclosed to you the identity of the entity's related parties and all the related party relationships and transactions of which we are aware.
- There have been no communications from regulatory agencies concerning noncompliance with or deficiencies in accounting, internal control, or financial reporting practices.
- City of Belton, Missouri has no plans or intentions that may materially affect the carrying value or classification of assets and liabilities.
- We have disclosed to you all guarantees, whether written or oral, under which City of Belton Missouri is contingently liable.
- We have disclosed to you all nonexchange financial guarantees, under which we are obligated and have declared liabilities and disclosed properly in accordance with GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, for those guarantees where it is more likely than not that the entity will make a payment on any guarantee.
- We have disclosed to you all significant estimates and material concentrations known to management that are required to be disclosed in accordance with GASB Statement No. 62 (GASB-62), *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. Significant estimates are estimates at the balance sheet date that could change materially within the next year. Concentrations refer to volumes of business, revenues, available sources of supply, or markets or geographic areas for which events could occur that would significantly disrupt normal finances within the next year. Concentrations refer to volumes of business, revenues, available sources of supply, or markets or geographic areas for which events could occur that would significantly disrupt normal finances within the next year.

- We have identified and disclosed to you the laws, regulations, and provisions of contracts and grant agreements that could have a direct and material effect on financial statement amounts, including legal and contractual provisions for reporting specific activities in separate funds.
- There are no:
  - Violations or possible violations of laws or regulations, or provisions of contracts or grant agreements whose effects should be considered for disclosure in the financial statements or as a basis for recording a loss contingency, including applicable budget laws and regulations.
  - Unasserted claims or assessments that our lawyer has advised are probable of assertion and must be disclosed in accordance with GASB-62.
  - Other liabilities or gain or loss contingencies that are required to be accrued or disclosed by GASB-62
  - Continuing disclosure consent decree agreements or filings with the Securities and Exchange Commission and we have filed updates on a timely basis in accordance with the agreements (Rule 240, 15c2-12).
- City of Belton, Missouri has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset or future revenue been pledged as collateral, except as disclosed to you.
- We have complied with all aspects of grant agreements and other contractual agreements that would have a material effect on the financial statements in the event of noncompliance.
- With respect to the supplementary information accompanying the financial statements:
  - We acknowledge our responsibility for the presentation of the supplementary information in accordance with accounting principles generally accepted in the United States of America.
  - We believe the supplementary information, including its form and content, is fairly presented in accordance with accounting principles generally accepted in the United States of America.
  - The methods of measurement or presentation have not changed from those used in the prior period.
  - When the supplementary information is not presented with the audited financial statements, management will make the audited financial statements readily available to the intended users of the supplementary information no later than the date of issuance by the entity of the supplementary information and the auditor's report thereon.

- We acknowledge our responsibility to include the auditor's report on the supplementary information in any document containing the supplementary information and that indicates the auditor reported on such supplementary information.
- We acknowledge our responsibility to present the supplementary information with the audited financial statements or, if the supplementary information will not be presented with the audited financial statements, to make the audited financial statements readily available to the intended users of the supplementary information no later than the date of issuance by the entity of the supplementary information and the auditor's report thereon.
- With respect to the required supplementary information accompanying the financial statements:
  - We acknowledge our responsibility for the presentation of the required supplementary information in accordance with U.S. GAAP.
  - We believe the required supplementary information, including its form and content, is measured and fairly presented in accordance with U.S. GAAP.
  - The methods of measurement or presentation have not changed from those used in the prior period.

  
\_\_\_\_\_  
Alexa Williams, Assistant Director of Finance

  
\_\_\_\_\_  
Joe Warren, City Manager