

CITY OF GRAIN VALLEY, MISSOURI

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

**FOR THE YEAR ENDED
DECEMBER 31, 2023**

CITY OF GRAIN VALLEY, MISSOURI

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CITY OF GRAIN VALLEY, MISSOURI

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CITY OF GRAIN VALLEY, MISSOURI

PRINCIPAL OFFICIALS

Mayor & Board of Aldermen

Mike Todd Mayor
Kyle Sole Ward 1
Tom Cleaver Ward 1
Darren Mills Ward 2
Rick Knox Ward 2
Ryan Skinner Ward 3
Brian Bray Ward 3

Administration & Department Heads

Ken Murphy City Administrator
Theresa Osenbaugh Deputy City Administrator
Khalilah Holland Human Resources Administrator
Steven Craig Finance Director
Shannon Davies Director of Parks & Recreation
Mark Trosen Community Development Director
Jamie Logan City Clerk
Ed Turner Police Chief

City Attorney Joe Lauber
Independent Certified Public Accountants Troutt, Beeman & Co., P.C.

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MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of The City of Grain Valley's Annual Financial Report provides readers with a narrative overview and analysis of the City's financial performance during the fiscal year that ended on December 31, 2023. 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 Grain Valley.

FINANCIAL HIGHLIGHTS

- Total City debt was reduced by \$2,656,041 or 11.4% in 2023.
- Net position of the City increased \$4,336,305 or 8.3% during fiscal year 2023. A portion of the increase was in cash from capital projects that were not completed. Several 2023 projects were completed and recorded as capital assets along with the purchase of capital assets.
- Unrestricted net position increased \$1,205,289 in 2023. \$760,210 of this amount is attributed to Governmental Activities and \$445,079 in Business-type Activities.
- During fiscal 2023, the City's governmental funds expenditures of \$23,678,351 were \$8,494,216 more than the \$15,184,135 generated in taxes and other revenues for governmental programs.

This discussion and analysis is intended to serve as an introduction to the City's *Basic Financial Statements*. The Basic Financial Statements consists of three components: government-wide financial statements, fund financial statements (including component unit statements), and notes to the financial statements. In addition, this report contains other *Required Supplementary Information*, a *Supplemental Information* section that presents *combining statements* for non-major governmental funds (along with actual and budget comparison schedules), and a *Statistical Section* which includes supplemental disclosure information.



The basic financial statements include two kinds of statements that present different views of the City:

- The first two statements are *government-wide financial statements* that provide both long-term and short-term information about the City's overall financial status.
- The remaining statements are *fund financial statements* that focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.
 - *Governmental Fund* statements tell how *general government* services like public safety, public works, health and welfare, parks, and storm water were financed in the short-term as well as what remains for future spending.
 - *Proprietary Fund* statements offer short-term and long-term financial information about the activities the City government operates similar to a private business.

The financial statements also include *notes* that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements. In addition to these required components, a section is included with combining statements that provide further detail about our non-major governmental funds, each of which are added together and presented in single columns in each of the basic financial statements.

Government-Wide Statements

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies.

The statement of net position includes all the government's assets, deferred outflows/inflows and liabilities. All the current year's revenues and expenses are accounted for in the statement of activities regardless of when and how they have changed. Net position, the difference between the City's assets, and deferred inflow/outflows, is one way to measure the City's financial position.

- Over time, increases or decreases in the City's net position is an indicator of whether its financial condition is improving or deteriorating, respectively.
- To assess the overall condition 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 other infrastructure.



The government-wide financial statements of the City are divided into three categories:

- *Governmental activities:* Most of the City's basic services are included here, such as public safety, roads and bridges, parks and recreation, and general administration. Sales taxes, property taxes, charges for services, and State and Federal grants finance most of these activities.
- *Business-type activities:* The City charges fees to customers to help cover the costs of certain services it provides. The City's only Enterprise Fund is the Water/Sewer Fund.
- *Component units:* The City currently has no situations or relationships which would be classified as component units.

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 maintain control over resources that have been segregated for specific activities or objectives. The City uses fund accounting to ensure compliance with finance-related legal requirements. These funds are divided into two categories: governmental and proprietary funds.

- *Governmental funds:* Most of the City's basic services are included in governmental funds, which focus on (1) how cash and other financial assets can readily be converted to cash flow in and out, and (2) the balances left at year-end are available for spending. Consequently, the governmental fund statements provide a detailed *short-term* view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information is provided on the subsequent page of the governmental funds statement that explains the relationship (or differences) between the two types of statements.
- *Proprietary funds:* Services, for which the City charges customers a fee, are generally reported in proprietary funds. Proprietary funds report the functions presented as business-type activities in the government-wide statements.
 - The City's *Enterprise Funds* are classified as a business-type activity on the government-wide statements, but more detailed information is provided in the Proprietary Fund Statements, such as its cash flows.



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

Government-Wide Financial Analysis

Net Position. As discussed earlier, net position may serve as a useful indicator of a government’s financial position. As of December 31, 2023, the City’s net assets were \$56,444,934. Table A provides a summary of the City’s governmental and business-type net position for fiscal 2023 and 2022.

	Governmental Activities		Business-type Activities		Total	
	2022	2023	2022	2023	2022	2023
Assets						
Cash and other assets	\$ 32,833,196	\$ 24,667,905	\$ 11,537,106	\$ 11,750,745	\$ 44,370,302	\$ 36,418,650
Total capital assets	26,930,825	36,990,865	11,300,064	11,240,892	38,230,889	48,231,757
Total assets	\$ 59,764,021	\$ 61,658,770	\$ 22,837,170	\$ 22,991,637	\$ 82,601,191	\$ 84,650,407
Deferred Outflows						
Pension	\$ 381,831	\$ 671,461	\$ 163,167	\$ 195,268	\$ 544,998	\$ 866,729
Total assets and deferred outflows	\$ 60,145,852	\$ 62,330,231	\$ 23,000,337	\$ 23,186,905	\$ 83,146,189	\$ 85,517,136
Liabilities						
Current and other liabilities	\$ 3,203,050	\$ 4,241,770	\$ 960,699	\$ 882,324	\$ 4,163,749	\$ 5,124,094
Long-term debt outstanding	20,658,904	18,742,328	75,065	81,831	20,733,969	18,824,159
Total liabilities	\$ 23,861,954	\$ 22,984,098	\$ 1,035,764	\$ 964,155	\$ 24,897,718	\$ 23,948,253
Deferred Inflows						
Property Taxes	\$ 2,676,724	\$ 2,430,933	\$ -	\$ -	\$ 2,676,724	\$ 2,430,933
Debt Refunding	125,265	102,601	-	-	125,265	102,601
Intergovernmental grants	2,649,925	2,213,981	-	-	2,649,925	2,213,981
Leases	-	-	265,303	232,140	265,303	232,140
Pension	337,376	121,102	85,249	23,192	422,625	144,294
Total deferred inflows	\$ 5,789,290	\$ 4,868,617	\$ 350,552	\$ 255,332	\$ 6,139,842	\$ 5,123,949
Net Position						
Net Investment in Capital Assets	\$ 22,068,032	\$ 24,296,491	\$ 11,284,351	\$ 11,192,669	\$ 33,352,383	\$ 35,489,160
Restricted:						
Capital projects & Other	5,494,431	7,225,889	-	-	5,494,431	7,225,889
Debt Service	2,694,023	1,956,804	-	-	2,694,023	1,956,804
Unrestricted	238,122	998,332	10,329,670	10,774,749	10,567,792	11,773,081
Total net Position	\$ 30,494,608	\$ 34,477,516	\$ 21,614,021	\$ 21,967,418	\$ 52,108,629	\$ 56,444,934
Total net position, liabilities, and deferred inflows	\$ 60,145,852	\$ 62,330,231	\$ 23,000,337	\$ 23,186,905	\$ 83,146,189	\$ 85,517,136



Total net position for the City at December 31, 2023, was \$56,444,934 with \$21,967,418 attributed to business-type activities and \$34,477,516 attributable to governmental activities.

At the end of fiscal 2023 the City had \$48,231,757 invested in a variety of capital assets, net of accumulated depreciation, including land, buildings, construction in progress, law enforcement equipment, heavy equipment for the maintenance of roads and bridges, as well as, the addition of infrastructure. This was an increase of \$10,000,868 over 2022.

The largest portion of the City's net position represents the net investment in capital assets, (e.g. land, buildings, machinery, equipment); less any related outstanding debt used to acquire the assets. These capital assets are used for the purpose of providing services to the City of Grain Valley citizens; therefore, they are not available for future spending.

Although the City's net investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

\$7,225,889 of restricted net position represents deposits on hand from TIF, CID and NID activity, future capital projects, court, parks and prepaid expenses while the \$1,956,804 restricted for debt service are funds collected and being held to pay off bonds and restricted for that use.

Governmental Activities. Table B presents fiscal 2022 and 2023 revenues and expenditures for the primary government as they are reported in the Statement of Activities in the basic financial statements. The revenues and expenditures include the Governmental Funds (General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Funds) and Enterprise Funds (Water and Sewer Fund).

Sales taxes decreased 0.10%, which indicates economic conditions have remained stable. Sales taxes were 29.9% of revenue in the governmental funds.



Property taxes had a slight increase in 2023 with \$1,362,041 collected for general purposes and \$3,457,113 for specific purposes.

Economic Development activity within the TIF project area #2 has continued to improve. The businesses located within the project area have been meeting revenue projections. TIF project 1A has a fast-food restaurant and an auto parts store that produces additional sales taxes. Activity began for TIF projects 1B, 3, and 4 with several new business openings including a coffee shop and a fast food restaurant.

Parks and recreation expenses increased as a result of continued trail improvements and capital purchases.

Business-type Activities: Overall revenues including charges for service, interest income, miscellaneous income, transfers in/out, and gain/loss on disposal had a decrease of \$184,017 or 2.6% compared to 2022. There were no rate increases in 2023. Expenses including operating and interest expenses increased \$441,546 or 7.3% from 2022.

Water and Sewer revenues and expenses are affected by the number of new houses and businesses as well as the weather being wet or dry.



Table B
City of Grain Valley, Missouri - Changes in Net Position

	Governmental		Business-type		Total	
	2022	2023	2022	2023	2022	2023
Revenues						
<u>Program Revenues</u>						
Charges for Services	\$ 914,119	\$ 893,059	\$ 6,990,573	\$ 6,307,927	\$ 7,904,692	\$ 7,200,986
Operating Grants and Contributions	1,450,563	1,690,085	-	-	1,450,563	1,690,085
<u>General Revenues</u>						
Taxes:						
Property Taxes-general purposes	1,251,238	1,362,041	-	-	1,251,238	1,362,041
Property Taxes-specific purposes	3,326,651	3,457,113	-	-	3,326,651	3,457,113
Franchise Taxes	1,978,008	2,010,699	-	-	1,978,008	2,010,699
Sales Taxes	4,544,683	4,540,244	-	-	4,544,683	4,540,244
Unrestricted Investment Earnings	285,854	1,165,477	160,492	432,174	446,346	1,597,651
Transfer in (out)	277,681	(71,487)	(277,681)	42,771	-	(28,716)
Miscellaneous	170,280	66,615	164,992	71,487	335,272	138,102
Total Revenues	14,199,077	15,113,846	7,038,376	6,854,359	21,237,453	21,968,205
Expenses						
General Government	1,554,886	1,553,885	-	-	1,554,886	1,553,885
Municipal Court	158,245	193,999	-	-	158,245	193,999
Public Safety	3,608,771	2,888,218	-	-	3,608,771	2,888,218
Planning & Engineering	446,007	464,512	-	-	446,007	464,512
Economic Development Projects	1,895,910	1,819,640	-	-	1,895,910	1,819,640
Public Works	1,758,581	2,118,180	-	-	1,758,581	2,118,180
Parks and Recreation	1,441,474	1,389,909	-	-	1,441,474	1,389,909
Public Health	46,902	52,676	-	-	46,902	52,676
Bond Costs	144,376	-	-	-	144,376	-
Interest on Long-term Debt	270,770	649,919	-	-	270,770	649,919
Business-type Activities	-	-	6,059,416	6,500,962	6,059,416	6,500,962
Total Expenses	11,325,922	11,130,938	6,059,416	6,500,962	17,385,338	17,631,900
Changes in net position	2,873,155	3,982,908	978,960	353,397	3,852,115	4,336,305
Net Position at beginning of year	27,621,453	30,494,608	20,635,061	21,614,021	48,256,514	52,108,629
Net Position at end of year	\$ 30,494,608	\$ 34,477,516	\$ 21,614,021	\$ 21,967,418	\$ 52,108,629	\$ 56,444,934



FINANCIAL ANALYSIS OF THE CITY'S FUNDS

Governmental Funds Overview. The City of Grain Valley uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. As described earlier, 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, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The following information is supplemental to the information presented in the previous section (Table B).

At the end of fiscal 2023, the City of Grain Valley reported a combined fund balance of \$17,762,986 in the Governmental Funds. Of the total combined fund balance, 21.7% is unassigned fund balance. This is the portion of fund balance which serves as a measure of current available financial resources. This share of the fund balance is further divided into General Fund, Special Revenue Funds, Capital Projects Fund, and Debt Service Funds. Total fund balance decreased significantly by \$8,564,503 in fiscal year 2023.

The restricted fund balance represents resources not available for spending or those on which legal restrictions have been placed.

The General Fund, Park Fund, Transportation Fund, ARPA Fund, Debt Service Fund, and the 2022 GO Debt are the City's six major governmental funds.

General Fund The General Fund of the City of Grain Valley 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 property taxes, sales tax and charges for services. The General Fund completed the year with a fund balance of \$5,214,410, increasing \$884,941 from 2022. The fund balance is 74.1% unassigned while the remaining 25.9% is non-spendable, restricted, or committed.

Park Fund The Park Fund accounts for Parks and Recreation property tax, sales tax, and user fees collected for the purpose of providing parks services for the City. This includes land purchasing, parks projects, equipping, maintaining, and operating the parks and recreation facilities. The Park Fund ending fund balance was \$1,324,838; an increase of \$182,583 from the prior year's ending balance.



Transportation Fund The Transportation Fund accounts for the operations and 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. The Transportation Fund ended with a restricted fund balance of \$1,615,281. \$10,747 of the balance is non-spendable.

ARPA Fund This fund was set up to account for the funding the City received as a part of the American Rescue Plan Act and has \$2,213,981 available for future projects.

Debt Service Fund The Debt Service Fund accounts for revenue generated by property tax levy for payment of general obligation bonds. The fund has a restricted fund balance of \$2,220,083.

2022 GO Debt Fund The 2022 GO Bond Fund accounts for the monies from the 2022 Bond proceeds. The bonds were issued for the new police station. A significant amount of construction occurred in 2023 and the fund balance is \$3,007,848.

The following funds are non-major governmental funds:

2012 IDA TIF Fund The IDA TIF Bond Fund was set up according to the bond ordinance to track the activity within the TIF District project area #2. It accounts for the bond proceeds and revenue from the project activity.

Grain Valley Marketplace Neighborhood Improvement District (NID) The NID Fund was established to record the bond proceeds and revenues from special assessments within the NID. It tracks the eligible expenses for NID improvements.

Public Health Fund The Public Health Fund is a special revenue fund supported by property tax levy to provide health related programs. The fund has a restricted fund balance of \$111,789.

Tourism Fund This fund is a special revenue fund that records the hotel/motel taxes collected. The revenues are used to promote the city and economic development. The fund balance at the end of 2023 was \$39,570.

General Fund Budgetary Highlights

The Board of Aldermen revised the budget of the General Fund four times throughout the year. The amendments increased expenditures for capital projects, pavement maintenance, police software, the parks playground, and the fiscal yearend amendment.



Actual revenues were \$408,073 more than the final budgeted revenues. The major areas accounting for this difference were:

- Property and Sales Taxes were \$153,896 more than budgeted.
- Intergovernmental and Investment revenues \$16,105 were more than budgeted.
- Fees and Fines were \$60,280 less than budgeted.
- Investment Earnings were \$252,428 more than budgeted

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. The City of Grain Valley’s investment in capital assets for governmental and business-type activities is \$48,231,757, net of accumulated depreciation. This includes land, buildings, improvements, equipment, roads, bridges, and construction in progress. Major capital asset and projects funded this year are as follows:

- General Fund – A vehicle for the Community Development Department and a new vehicle lift for the Fleet Division
- Parks Fund – Trail improvements and park benches.
- 2022 GO Bond Fund – Construction of new Police Station.
- Public Works – Water meters for replacement program, CCTV sewer camera, vehicle replacements, the Buckner Tarsney waterline replacement.

Debt Administration. The City of Grain Valley had various forms of debt during fiscal 2023. No additional debt was issued in 2023.

Table C below shows the City’s outstanding debt by type for 2022 and 2023.



Table C
Outstanding Debt

	Governmental		Business-type		Total	
	2022	2023	2022	2023	2022	2023
General Obligation Bonds	16,730,000	14,720,000			16,730,000	14,720,000
TIF Bonds	1,875,000	1,730,000			1,875,000	1,730,000
NID Bonds	2,390,000	2,250,000			2,390,000	2,250,000
Bond Premium	1,992,928	1,731,349			1,992,928	1,731,349
Lease Obligations	68,438	36,657	42,614	19,706	111,052	56,363
Subscription Liabilities	49,943	32,034	74,914	48,050	124,857	80,084
Total	<u>\$ 23,106,309</u>	<u>\$ 20,500,040</u>	<u>\$ 117,528</u>	<u>\$ 67,756</u>	<u>\$ 23,223,837</u>	<u>\$ 20,567,796</u>

The City’s debt for governmental activities decreased in fiscal 2022 from \$23,106,309 to \$20,500,040 in 2023. All principal and interest payments were made according to schedule.

Outstanding debt for business-type activities decreased by \$49,772. Payments on all outstanding debt made according to existing amortization schedules.

Total debt decreased a net of \$2,656,041 or 11.4%.

Additional information on the City’s long-term debt can be found in Note 6 on pages 38 to 43 of this report.

ECONOMIC FACTORS, 2023 BUDGET AND TAX RATES

- The City’s fiscal 2023 General Fund budgeted revenues increased 7% from the fiscal 2021 budget. Budgeted expenditures increased 29%. This is the result of an increase in capital purchases and changes in retirement plan upgrades
- The City has a 1 cent general sales tax as well as ½ cent sales tax for Park, ½ cent for Transportation, and ½ cent for capital improvement. Sales tax revenue remained stable for the fiscal year.
- The City’s 2023 property tax levies have been adopted by the Board of Alderman and approved by the State Auditor’s Office. The levies total \$1.4494 per \$100 of assessed value.



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 to show our accountability for the monies entrusted to our care. If you have questions about this report or need additional financial information, contact Director of Finance, The City of Grain Valley, 711 Main Street, Grain Valley, Missouri 64029.

711 Main Street
Grain Valley, MO 64029
816.847.6200

cityofgrainvalley.org



INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor
and Members of the
Board of Aldermen
City of Grain Valley, Missouri

Report on the Audit of 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 Grain Valley, Missouri (the City), as of the year ended December 31, 2023, 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 Grain Valley, Missouri, as of December 31, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 fifteen months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 Supplemental Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Missouri Local Government Employees Retirement System, and Budgetary Comparison Information on pages v through xvi and 55 through 60 be presented to supplement the basic financial statements. Such information, 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 managements 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 our opinions on the financial statements that collectively comprise the City of Grain Valley, Missouri's basic financial statements. The combining and individual non-major fund financial statements and other budgetary 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 budgetary schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. We have applied certain limited procedures to the 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.

Troutt, Beeman & Co., P.C.

Harrisonville, Missouri
June 17, 2024

**CITY OF GRAIN VALLEY, MO
STATEMENT OF NET POSITION
DECEMBER 31, 2023**

	Primary Government		
	Governmental	Business-type	Total
	Activities	Activities	
ASSETS			
Pooled cash and cash equivalents	\$ 15,185,763	\$ 9,874,741	\$ 25,060,504
Cash and investments-restricted	7,916,861	431,911	8,348,772
Taxes receivable, net	929,341	-	929,341
Accrued interest	1,417	7,467	8,884
Accounts receivable, net	174,472	676,863	851,335
Inventories	-	57,324	57,324
Prepaid expenses	264,776	82,751	347,527
Net pension asset	158,936	106,147	265,083
Lease receivable	-	239,103	239,103
Capacity charges, net of amortization	-	254,905	254,905
Right of use assets - leases, net	36,339	19,533	55,872
Capital assets:			
Subscriptions	49,943	74,914	124,857
Land and construction in progress	16,311,688	979,724	17,291,412
Buildings and improvements	5,525,909	188,723	5,714,632
Land improvements	3,085,331	70,848	3,156,179
Furniture and equipment	2,328,722	867,547	3,196,269
Vehicles	1,444,559	676,339	2,120,898
Distribution system	29,644,419	21,914,859	51,559,278
Less: accumulated depreciation	<u>(21,399,706)</u>	<u>(13,532,062)</u>	<u>(34,931,768)</u>
Total capital assets	<u>36,990,865</u>	<u>11,240,892</u>	<u>48,231,757</u>
Total assets	<u>61,658,770</u>	<u>22,991,637</u>	<u>84,650,407</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension	<u>671,461</u>	<u>195,268</u>	<u>866,729</u>
Total assets and deferred outflows of resources	<u>\$ 62,330,231</u>	<u>\$ 23,186,905</u>	<u>\$ 85,517,136</u>
LIABILITIES			
Accounts payable and accrued expenses	\$ 1,930,276	\$ 407,806	\$ 2,338,082
Customer deposits	19,280	426,450	445,730
Liabilities payable from restricted assets	5,799	-	5,799
Accrued interest	263,279	-	263,279
Long-term liabilities:			
Due within one year	2,023,136	48,068	2,071,204
Due in more than one year	<u>18,742,328</u>	<u>81,831</u>	<u>18,824,159</u>
Total liabilities	<u>22,984,098</u>	<u>964,155</u>	<u>23,948,253</u>
DEFERRED INFLOWS OF RESOURCES			
Property taxes	2,430,933	-	2,430,933
Debt refunding	102,601	-	102,601
Intergovernmental grants	2,213,981	-	2,213,981
Leases	-	232,140	232,140
Pension	<u>121,102</u>	<u>23,192</u>	<u>144,294</u>
Total deferred inflows of resources	<u>4,868,617</u>	<u>255,332</u>	<u>5,123,949</u>
NET POSITION			
Net investment in capital assets	24,296,491	11,192,669	35,489,160
Restricted for:			
Capital projects	4,066,358	-	4,066,358
Parks	1,255,173	-	1,255,173
Road and street	1,591,236	-	1,591,236
Debt service	1,956,804	-	1,956,804
Grants	93,808	-	93,808
Economic development	219,314	-	219,314
Unrestricted	<u>998,332</u>	<u>10,774,749</u>	<u>11,773,081</u>
Total net position	<u>34,477,516</u>	<u>21,967,418</u>	<u>56,444,934</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 62,330,231</u>	<u>\$ 23,186,905</u>	<u>\$ 85,517,136</u>

See accompanying notes.

CITY OF GRAIN VALLEY, MO
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2023

Functions/Programs	Net (Expense) Revenue and Changes in Net Position					
	Primary Government		Business-type		Total	
	Governmental Activities	Program Revenue Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities		Business-type Activities
Primary government:						
Governmental activities:						
General government	\$ 1,553,885	\$ 65,595	\$ -	\$ (1,045,341)	\$ -	\$ (1,045,341)
Municipal court	193,999	77,408	-	(116,591)	-	(116,591)
Public safety	2,888,218	8,033	-	(2,487,947)	-	(2,487,947)
Planning and engineering	464,512	380,224	-	(84,288)	-	(84,288)
Economic development	1,819,640	-	-	(1,764,266)	-	(1,764,266)
Street	2,118,180	-	-	(1,319,856)	-	(1,319,856)
Parks and recreation	1,394,187	366,077	-	(1,026,910)	-	(1,026,910)
Public health	52,676	-	-	(52,676)	-	(52,676)
Interest on long-term debt	649,919	-	-	(649,919)	-	(649,919)
Total governmental activities	<u>11,135,216</u>	<u>897,337</u>	<u>1,690,085</u>	<u>(8,547,794)</u>	<u>-</u>	<u>(8,547,794)</u>
Business-type activities:						
Water and sewer	6,500,962	6,307,927	-	-	(193,035)	(193,035)
Total business-type activities	<u>6,500,962</u>	<u>6,307,927</u>	<u>-</u>	<u>-</u>	<u>(193,035)</u>	<u>(193,035)</u>
Total primary government	<u>\$ 17,636,178</u>	<u>\$ 7,205,264</u>	<u>\$ 1,690,085</u>	<u>(8,547,794)</u>	<u>(193,035)</u>	<u>(8,740,829)</u>
General revenues:						
Taxes:						
Property taxes, levied for general purposes				1,362,041	-	1,362,041
Property taxes, levied for specific purposes				3,457,113	-	3,457,113
Franchise taxes and other taxes				2,010,699	-	2,010,699
Sales taxes				4,540,244	-	4,540,244
Investment earnings				1,165,477	432,174	1,597,651
Miscellaneous revenue (expense)				66,615	42,771	109,386
Transfers in (out)				(71,487)	71,487	-
Total general revenues, investments earnings, miscellaneous, and transfers				<u>12,530,702</u>	<u>546,432</u>	<u>13,077,134</u>
Change in net position				<u>3,982,908</u>	<u>353,397</u>	<u>4,336,305</u>
Net position - beginning				<u>30,494,608</u>	<u>21,614,021</u>	<u>52,108,629</u>
Net position - ending				<u>\$ 34,477,516</u>	<u>\$ 21,967,418</u>	<u>\$ 56,444,934</u>

See accompanying notes.

**CITY OF GRAIN VALLEY, MO
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2023**

	General	Park	Transportation
ASSETS			
Pooled cash and cash equivalents	\$ 5,516,589	\$ 1,407,440	\$ 1,350,949
Cash and investments-restricted	6,094	2,437	227
Taxes receivable, net	411,469	128,629	260,614
Due from other funds	3,457	-	-
Accrued interest	1,417	-	-
Other receivables	174,472	-	-
Prepays	128,047	16,580	10,774
 Total assets	 \$ 6,241,545	 \$ 1,555,086	 \$ 1,622,564
 LIABILITIES			
Accounts payable and accrued expenses	\$ 114,068	\$ 28,434	\$ 7,283
Negative cash balances	-	-	-
Customer deposits	-	2,315	-
Due to other funds	-	-	-
Claims payable	-	-	-
Other liabilities	5,799	-	-
 Total liabilities	 119,867	 30,749	 7,283
 DEFERRED INFLOWS OF RESOURCES			
Intergovernmental grants	-	-	-
Advances of tax revenue	907,268	199,499	-
 Total deferred inflows of resources	 907,268	 199,499	 -
 FUND BALANCES			
Nonspendable:			
Prepaid items	128,047	16,580	10,774
Interfund advances	3,457	-	-
Restricted:			
Capital projects	-	-	-
Parks and recreation	-	1,308,258	-
Economic development	-	-	-
Debt service	-	-	-
Road and street	-	-	1,604,507
Grant uses	-	-	-
Police and court	200	-	-
Committed for:			
Emergency reserve	731,018	-	-
Budget stabilization reserve	487,346	-	-
Unassigned	3,864,342	-	-
 Total fund balances	 5,214,410	 1,324,838	 1,615,281
 Total liabilities, deferred inflows, and fund balances	 \$ 6,241,545	 \$ 1,555,086	 \$ 1,622,564

See accompanying notes.

<u>ARPA</u>	<u>Debt Service</u>	<u>2022 GO Bonds</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ 3,464,886	\$ -	\$ 3,457,886	\$ 15,197,750
2,377,191	-	4,511,039	1,019,873	7,916,861
-	-	-	128,629	929,341
-	-	-	-	3,457
-	-	-	-	1,417
-	-	-	-	174,472
-	-	-	-	155,401
<u>\$ 2,377,191</u>	<u>\$ 3,464,886</u>	<u>\$ 4,511,039</u>	<u>\$ 4,606,388</u>	<u>\$ 24,378,699</u>
\$ 69,402	\$ -	\$ 1,503,191	\$ 207,898	\$ 1,930,276
-	-	-	11,987	11,987
-	-	-	16,965	19,280
-	-	-	3,457	3,457
-	-	-	-	-
-	-	-	-	5,799
<u>69,402</u>	<u>-</u>	<u>1,503,191</u>	<u>240,307</u>	<u>1,970,799</u>
2,213,981	-	-	-	2,213,981
-	1,244,803	-	79,363	2,430,933
<u>2,213,981</u>	<u>1,244,803</u>	<u>-</u>	<u>79,363</u>	<u>4,644,914</u>
-	-	-	-	155,401
-	-	-	-	3,457
-	-	3,007,848	4,077,837	7,085,685
-	-	-	-	1,308,258
-	-	-	219,314	219,314
-	2,220,083	-	-	2,220,083
-	-	-	-	1,604,507
93,808	-	-	-	93,808
-	-	-	-	200
-	-	-	-	731,018
-	-	-	-	487,346
-	-	-	(10,433)	3,853,909
<u>93,808</u>	<u>2,220,083</u>	<u>3,007,848</u>	<u>4,286,718</u>	<u>17,762,986</u>
<u>\$ 2,377,191</u>	<u>\$ 3,464,886</u>	<u>\$ 4,511,039</u>	<u>\$ 4,606,388</u>	<u>\$ 24,378,699</u>

See accompanying notes.

**CITY OF GRAIN VALLEY, MO
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
DECEMBER 31, 2023**

Fund balances - total governmental funds \$ 17,762,986

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. 36,990,865

Certain other long-term assets 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,

Net pension asset	158,936
Leased capital assets	36,339
	195,275

Interest on long-term debt is not accrued in the governmental funds, but rather is recognized as an expenditure when due. (263,279)

Deferred pension inflows and outflows are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Position:

Inflows	(121,102)
Outflows	671,461
	550,359

Deferred debt refunding is not included in the fund financial statement, but is included in the governmental activities of the Statement of Net Position: (102,601)

Expenditures benefiting future periods are not reported in the governmental funds, yet are reflected as prepaid items in the Statement of Net Position. 109,375

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. (20,765,464)

Net Position of Governmental Activities in the Statement of Net Position \$ 34,477,516

See accompanying notes.

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CITY OF GRAIN VALLEY, MO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE --
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>General Fund</u>	<u>Park</u>	<u>Transportation</u>
REVENUES			
Taxes	\$ 4,080,196	\$ 949,772	\$ 611,285
Intergovernmental	392,238	1,200	798,324
Charges for services	2,000	364,077	-
Fees and fines	531,260	-	-
Investment earnings	273,928	70,255	62,161
Other	67,112	440	3,870
	<u>5,346,734</u>	<u>1,385,744</u>	<u>1,475,640</u>
Total revenues			
	<u>5,346,734</u>	<u>1,385,744</u>	<u>1,475,640</u>
EXPENDITURES			
Current expenditures:			
General government	1,004,371	-	-
Municipal court	193,999	-	-
Public safety	2,715,518	-	-
Planning and engineering	317,887	-	-
Street	-	-	665,026
Parks and recreation	-	1,101,677	-
Public health	-	-	-
Economic development	-	-	-
Capital outlay	186,940	187,212	458,107
Debt service:			
Principal	41,388	3,860	4,442
Interest and other charges	2,890	412	281
	<u>4,462,993</u>	<u>1,293,161</u>	<u>1,127,856</u>
Total expenditures			
	<u>4,462,993</u>	<u>1,293,161</u>	<u>1,127,856</u>
Excess (deficiency) of revenues over expenditures	<u>883,741</u>	<u>92,583</u>	<u>347,784</u>
OTHER FINANCING SOURCES (USES)			
Sale of assets	1,200	-	-
Transfers in	-	90,000	-
Transfers out	-	-	(25,000)
	<u>1,200</u>	<u>90,000</u>	<u>(25,000)</u>
Total other financing sources and uses			
	<u>1,200</u>	<u>90,000</u>	<u>(25,000)</u>
Net change in fund balances	884,941	182,583	322,784
Fund balances - beginning	<u>4,329,469</u>	<u>1,142,255</u>	<u>1,292,497</u>
Fund balances - ending	<u>\$ 5,214,410</u>	<u>\$ 1,324,838</u>	<u>\$ 1,615,281</u>

See accompanying notes.

<u>ARPA</u>	<u>Debt Service</u>	<u>2022 GO Bonds</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ 2,512,137	\$ -	\$ 3,216,707	\$ 11,370,097
435,944	-	-	55,374	1,683,080
-	-	-	-	366,077
-	-	-	-	531,260
93,808	148,412	435,402	81,511	1,165,477
-	-	-	1,000	72,422
<u>529,752</u>	<u>2,660,549</u>	<u>435,402</u>	<u>3,354,592</u>	<u>15,188,413</u>
364,457	-	-	-	1,368,828
-	-	-	-	193,999
-	-	-	-	2,715,518
-	-	-	-	317,887
-	-	-	-	665,026
-	-	-	-	1,101,677
-	-	-	52,676	52,676
-	-	-	1,819,641	1,819,641
-	-	10,843,160	573,100	12,248,519
-	2,010,000	-	285,000	2,344,690
-	713,419	-	137,166	854,168
<u>364,457</u>	<u>2,723,419</u>	<u>10,843,160</u>	<u>2,867,583</u>	<u>23,682,629</u>
<u>165,295</u>	<u>(62,870)</u>	<u>(10,407,758)</u>	<u>487,009</u>	<u>(8,494,216)</u>
-	-	-	-	1,200
-	-	-	2,732,004	2,822,004
<u>(71,487)</u>	<u>-</u>	<u>-</u>	<u>(2,797,004)</u>	<u>(2,893,491)</u>
<u>(71,487)</u>	<u>-</u>	<u>-</u>	<u>(65,000)</u>	<u>(70,287)</u>
93,808	(62,870)	(10,407,758)	422,009	(8,564,503)
-	2,282,953	13,415,606	3,864,709	26,327,489
<u>\$ 93,808</u>	<u>\$ 2,220,083</u>	<u>\$ 3,007,848</u>	<u>\$ 4,286,718</u>	<u>\$ 17,762,986</u>

See accompanying notes.

CITY OF GRAIN VALLEY, MO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2023

Net change in fund balances - total governmental funds: \$ (8,564,503)

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	12,248,518
Capital outlay expensed	(330,338)
Lease amortization	(13,626)
Subscription amortization	(24,972)
Depreciation expense	(1,882,571)
	9,997,011

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:

Lease liability	31,781
Subscription liability	17,909
Repayment of principal including the payment to bond escrow agent	2,295,000
	2,344,690

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 refundings	22,664
Amortization of premiums/discounts	261,588
	284,252

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:

Prepaid expense	(3,809)
Pension expense	48,804
Accrued interest not reflected on governmental funds	(80,003)
Compensated absences	(43,534)
	(78,542)

Change in net position of governmental activities \$ 3,982,908

See accompanying notes.

**CITY OF GRAIN VALLEY, MO
STATEMENT OF NET POSITION
PROPRIETARY FUND
DECEMBER 31, 2023**

	<u>Water and Sewer</u>
ASSETS:	
Current assets:	
Pooled cash and cash equivalents	\$ 9,874,741
Cash and investments-restricted	431,911
Receivables, net:	
Billed	358,962
Unbilled	317,901
Interest	7,467
Inventories	57,324
Prepaid expenses	82,751
Total current assets	<u>11,131,057</u>
Non-current assets:	
Lease receivable	239,103
Deferred charges, net of amortization	254,905
Net pension	106,147
Right of use leased assets, net	19,533
Capital assets, net	<u>11,240,892</u>
Total non-current assets	<u>11,860,580</u>
Total assets	<u>22,991,637</u>
 DEFERRED OUTFLOWS OF RESOURCES,	
Pension	<u>195,268</u>
Total assets and deferred outflows of resources	<u>\$ 23,186,905</u>
 LIABILITIES:	
Accounts payable and accrued expenses	\$ 407,806
Customer deposits	426,450
Long-term liabilities:	
Due within one year	48,068
Due in more than one year	<u>81,831</u>
Total liabilities	<u>964,155</u>
 DEFERRED INFLOWS OF RESOURCES:	
Pension	23,192
Leases	<u>232,140</u>
Total deferred inflows of resources	<u>255,332</u>
 NET POSITION:	
Net investment in capital assets	11,192,669
Unrestricted	<u>10,774,749</u>
Total net position	<u>21,967,418</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 23,186,905</u>

See accompanying notes.

CITY OF GRAIN VALLEY, MO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION --
PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2023

	Water and Sewer
REVENUES,	
Charges for services	\$ <u>6,307,927</u>
OPERATING EXPENSES:	
Personnel services	1,468,472
Contractual services	97,560
Materials and supplies	267,096
Maintenance and repairs	308,018
Insurance	41,176
Utilities	73,873
Water purchases	1,881,778
Sewer services	1,469,963
Depreciation and amortization	886,939
Bad debts	<u>1,663</u>
	<u>6,496,538</u>
Operating loss	<u>(188,611)</u>
NON-OPERATING REVENUES (EXPENSES):	
Interest income	432,174
Miscellaneous income	42,771
Transfers in	71,487
Interest expense	<u>(4,424)</u>
Net non-operating revenue	<u>542,008</u>
Increase in net position	<u>353,397</u>
Total net position - beginning	<u>21,614,021</u>
Total net position - ending	<u>\$ 21,967,418</u>

See accompanying notes.

CITY OF GRAIN VALLEY, MISSOURI

**STATEMENT OF CASH FLOWS -- PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2023**

	Water and Sewer
CASH FLOWS FROM OPERATING ACTIVITIES:	
Received from customers	\$ 6,224,160
Payments to employees and fringe benefits	(1,498,305)
Payments for operations	(4,102,633)
Other receipts	21,160
Net cash provided by operating activities	644,382
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
County appropriations	71,487
Non-operating revenues	42,771
Net cash used by noncapital financing activities	114,258
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:	
Proceeds from capital debt	74,914
Acquisition and construction of capital assets	(735,472)
Principal paid on capital debt and leases	(49,772)
Interest paid on capital debt and leases	(4,424)
Net cash used by capital and related financing activities	(714,754)
CASH FLOWS FROM INVESTING ACTIVITIES,	
Investment income received	428,371
Net cash provided by investing activities	428,371
Net increase in cash and cash equivalents	472,257
Cash and cash equivalents, Beginning of the year	9,834,395
Cash and cash equivalents, End of the year	\$ 10,306,652
Reconciliation of operating income to net cash provided by operating activities,	
Operating loss	\$ (188,611)
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation and amortization expense	886,939
Changes in current assets and liabilities:	
Receivables, net	(83,767)
Inventories	(9,009)
Pension related deferrals and assets	(24,514)
Prepaid items	167,380
Lease related assets, deferrals, and receivables	(7,285)
Accounts payable and accrued expenses	(119,849)
Customer deposits	21,160
Compensated absences	1,938
Total adjustments	832,993
Net cash provided by operating activities	\$ 644,382
Noncash investing, capital, and financing activities:	
Subscription assets acquired and recorded in accordance with GASB 96	\$ 74,914
Capital asset write-offs.	79,972
Increase in receivables related to nonoperating income	3,803
	\$ 158,689

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 GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The financial statements of the City of Grain Valley, Missouri (the City), have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. 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:

Reporting Entity: The City of Grain Valley, Missouri, was incorporated in 1945 and is located in Jackson County, Missouri. Grain Valley is a fourth class city and operates under the board of aldermen-administrator form of government and provides services to its residents in many areas, including law enforcement, water and sewer services, community enrichment, and various social services. The City Administrator is the chief administrative officer of the City. The accompanying financial statements present the City's primary government and any component unit. Management has considered all potential component units and has determined there are no component units that should be blended into or discretely presented with the City's financial statements.

Government-Wide and Fund Financial Statements: The government-wide financial statements include the statement of net assets and the statement of activities. Government-wide statements report information on all of the activities of the City and its component units. *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 City's water and sewer function and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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 particular function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported as general revenues.

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

Government-Wide and Fund Financial Statements (Continued):

Separate fund financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and the major enterprise fund 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 total 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 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 susceptible to accrual (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.

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 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.

Franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so 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.

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

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

The City reports the following major governmental funds:

The General Fund is the main operating fund. Expenditures from this fund provide basic City services, such as police protection, planning, inspection, engineering, animal control, civil defense, municipal court, and overall basic services such as finance and data processing, 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 other fees and licenses, and revenue gathered from the municipal court and investment earnings.

The Park Fund accounts for taxes collected and expended for operations and improvements to the City's parks, community center, and pool.

The Transportation Fund accounts for sales tax collected and other resources to be used for road and bridge projects within the City and operation and maintenance of the City's streets, curbs, etc.

The ARPA Fund accounts for the collection and disbursement of grant funds associated with the American Rescue Plan Act of 2021.

The Debt Service Fund accounts for property taxes collected and expended for the servicing of general long-term debt not being financed by proprietary funds.

The 2022 GO Bonds Fund accounts for 2022 GO bond proceeds and expenditures for the construction for the new police station.

The City reports the following non-major governmental funds:

The Tourism Fund accounts for the taxes collected from hotels, motels, and campgrounds to be used to finance economic development.

The Public Health Fund accounts for property taxes levied for health related programs.

The Old Towne TIF Fund accounts for incremental property and sales taxes to be used to finance improvements in the special district.

The Capital Improvements Fund accounts for sales tax collected to be used for acquiring capital equipment and improving City facilities and infrastructure.

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

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

The Downtown Capital Improvement Fund accounts for sales and property tax collected to be used for acquiring capital equipment and improving downtown City facilities and infrastructure.

The Grain Valley Marketplace TIF Fund accounts for the activity in the special district approved in 2010, including any amounts due from the developer, future incremental tax revenues, and the issuance of any TIF bonds to finance eligible improvements made in the District.

The Grain Valley Marketplace TIF Reserve Fund accumulates resources and uncaptured TIF sales tax in the event there is a revenue shortfall. A three year reserve will be accumulated in this fund.

The Grain Valley Marketplace TIF Special Fund accounts for revenue collected within project #2, Grain Valley Marketplace. Funds are transferred to the Trustee.

The Grain Valley Marketplace TIF IDA Fund accounts for bond proceeds and other financial resources segregated for the construction of capital improvements in economic development.

The Grain Valley Marketplace NID Fund accounts for the amounts due from the developer and future special assessment tax revenues to service any bonds issued to finance eligible improvements made in the NID district.

The Grain Valley Marketplace CID Sales Fund accounts for the amounts due from the developer and future incremental sales tax revenues to service any bonds issued to finance eligible improvements made in the CID district.

The Interchange Mercado CID Project #3 Fund accounts for the amounts due from the developer and future incremental sales tax revenues to service any bonds issued to finance eligible improvements made in the CID district.

The Interchange Village of Grain Valley CID TIF Project #3 Fund accumulates CID taxes and expenses for the new development activity on the NW corner of the TIF.

The Interchange Mercado TDD Project #3 Fund accumulates TDD taxes and expenses for the new development activity on the NW corner of the TIF.

The Grain Valley Interchange TIF Project #1A Fund accounts for the expenses for the remaining three projects within the TIF. These areas were renamed the Interchange TIF when the plan was amended to split project 1 into 1A and 1B.

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

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

The Grain Valley Interchange TIF Project #1B Fund accounts for the expenses for the remaining three projects within the TIF. These areas were renamed the Interchange TIF when the plan was amended to split project 1 into 1A and 1B.

The Grain Valley Interchange TIF Project #3 Fund accumulates the TIF PILOTS and EATS for the new development activity on the NW corner of the TIF.

The Interchange TIF Project #4 Fund accumulates the TIF PILOTS and EATS for the new development activity on the SE corner of the TIF.

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 reports the following major enterprise fund:

The Water and Sewer Fund accounts for the provision of water and 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 service.

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.

Net Position - Government-Wide Statements: Net Position is displayed in three components:

- (1) Net investment in capital assets component of net position: Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.
- (2) Restricted component of net position: Consists of restricted assets, reduced by liabilities and deferred inflows of resources related to those assets, with constraints placed on the use either by (a) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (b) law through constitutional provisions or enabling legislation.

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

Net Position - Government-Wide Statements (Continued):

- (3) Unrestricted component of net position: Consists of the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of "net investment in capital assets" or the "restricted" component of net position.

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

Fund Equity: 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 nonspendable 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 - These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions or ordinances of the Board of Aldermen-the City's highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the Board of Aldermen removes the specified use by taking the same type of action imposing the commitment. 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 the amounts constrained by the City's "intent" to be used for specific purposes, but are neither restricted nor committed. The Board of Aldermen and the City Administrator have the authority to assign amounts to be used for specific purposes. Assigned fund balance include all remaining amounts (except negative balances) that are reported in the governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.

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.

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

Fund Equity (Continued):

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 that order as needed.

Budgets: The reported budgetary data represents the final approved budget after amendments as adopted by the Board of Aldermen. Annual operating budgets are adopted for the General Fund, Special Revenue 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 modified accrual basis of accounting for its governmental funds and the accrual basis for its proprietary funds. The Board of Aldermen 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 November 30, the City Administrator submits to the Board of Aldermen a proposed operating budget for the fiscal year commencing the following January 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 January 1, the budget is legally enacted through the passage of an ordinance.
- (4) The City Administrator 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 Board of Aldermen. 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.

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 December 31, 2023, the City's cash was deposited in demand accounts, certificates of deposit, and money markets. 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.

Assets are also restricted for court bonds, debt service reserve requirements, health and flex plan requirements, tax deposits and refunding customer meter deposits.

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

Statement of Cash Flows: A statement of cash flows has been presented in accordance with GASB Statement 9 for the Proprietary Fund. 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: Accounts receivable for water and sewer services are accounted for in the Water and Sewer Fund and include billed amounts as well as an accrual for the earned but unbilled services from the previous billing date through December 31, 2023. Accounts receivable in the General Fund represents charges for sales and franchise taxes. All accounts receivable are stated net of allowances for uncollectible amounts.

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

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.

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

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 are recorded at estimated acquisition value at the date of donation.

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 except land and construction in progress are depreciated. 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:

<u>Major Assets</u>	
Buildings and improvements	40 years
Distribution system	50-60 years
Infrastructure	50 years
Furniture, equipment, subscriptions, and vehicles	3-10 years

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

Deferred Outflows/Inflows of Resources: In addition to assets, the statement of net position will sometimes report 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 and contributions made after the measurement date. 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 also has deferred charges on refunding debt. The debt refunding will be expensed as the debt matures. A deferred inflow of resources dealing with pension 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. The City has deferred inflows of resources related to an intergovernmental grant proceeds that have been received, but not yet earned or disbursed. The City will recognize the revenue once the grant proceeds have been disbursed in accordance with the grant agreement.

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. 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.

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, or when government has a legal claim to the resources, revenue is recognized. Proprietary funds report unearned revenues when resources are received by the City before services are provided. In subsequent periods when services have been provided, revenue is recognized.

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

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.

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.

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.

Leases: The City is a lessor for one lease agreement. A lease receivable and a deferred inflow of resources is recognized at the commencement of the lease term. The lease receivable is measured at the present value of the lease payments expected to be received during the lease term. The deferred inflows of resources should be measured at the value of the lease receivable plus any payments received at or before the commencement of the lease term that relates to future periods. For leases in which the City is a lessee a lease liability and leased capital asset is recognized at the commencement of the lease term. The lease liability is measured at the present value of the lease payments expected to be paid during the lease term.

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

The City uses the estimated incremental borrowing rate to calculate the present value of lease payments when the rate implicit in the lease is not known. The City includes lease extension and termination options in the lease term, if after considering relevant economic factors, it is reasonably certain the City or lessee will exercise the option. The City has elected to combine lease and non-lease components for all lease contracts and also has not recognized RTU assets and lease liabilities for lease terms for 12 months or less.

2. DEPOSITS AND INVESTMENTS:

At December 31, 2023, the carrying amount of the City's cash on hand, demand deposits, and certificates of deposit in financial institutions was \$1,000, \$30,505,541 and \$1,934,484, respectively. 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 December 31, 2023, the City's investments consisted of the following:

	<u>Carrying Amount</u>	<u>Fair Value</u>	<u>Investment Rating</u>
Money Market	<u>\$ 1,019,873</u>	<u>\$ 1,019,873</u>	NA

Interest Rate Risk:

Interest rate risk is the risk that changes interest rates that 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 loss arising from interest rate changes on internally 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 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.

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

2. DEPOSITS AND INVESTMENTS (Continued):

Custodial Credit Risk (Continued):

At December 31, 2023, the City had the following investments and maturities:

	Investment in maturities (in years)			
	Value	Less than one	1 - 5	> 5
Money Market	\$ 1,019,873	\$ 1,019,873	\$ -	\$ -

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. 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 to prudent person rule: Investments shall be made with the exercise of that 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 probability safety of their capital, as well as the probable income to be derived.

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

2. DEPOSITS AND INVESTMENTS (Continued):

At December 31, 2023, the carrying value of deposits and investments are summarized as follows:

Investments, Money Market	\$	1,019,873
Certificates of deposit		1,934,484
Cash on hand		1,000
Deposits		<u>30,453,919</u>
		<u>32,389,403</u>
Total	\$	<u>33,409,276</u>

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

Government-wide statement of net assets:		
Pooled cash and cash equivalents	\$	25,060,504
Restricted cash and investments		<u>8,348,772</u>
Total	\$	<u>33,409,276</u>

3. ACCOUNTS RECEIVABLE:

As a result of providing water and sewer services to its citizens, the City has extended credit to them. Accounts receivable are presented net of allowance for doubtful accounts of \$57,457 for the Water & Sewer fund.

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

4. CAPITAL ASSETS:

Capital asset activity for the year ended December 31, 2023, consisted of the following:

	Balance 1/1/2023 (as restated)	Additions	Retirements	Balance 12/31/2023
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 3,346,771	\$ -	\$ -	\$ 3,346,771
Construction in progress	<u>2,562,270</u>	<u>10,402,647</u>	-	<u>12,964,917</u>
Total capital assets not being depreciated	<u>5,909,041</u>	<u>10,402,647</u>	-	<u>16,311,688</u>
Capital assets being depreciated:				
Buildings and improvements	5,525,909	-	-	5,525,909
Infrastructure	28,725,340	919,079	-	29,644,419
Furniture and equipment	2,113,622	253,468	38,368	2,328,722
Land improvements	2,964,000	121,331	-	3,085,331
Vehicles	1,222,904	221,655	-	1,444,559
Subscription asset	<u>49,943</u>	-	-	<u>49,943</u>
Total capital assets being depreciated	<u>40,601,718</u>	<u>1,515,533</u>	<u>38,368</u>	<u>42,078,883</u>
Less: Accumulated depreciation:				
Buildings and improvements	2,967,506	140,651	-	3,108,157
Infrastructure	12,646,539	1,330,625	-	13,977,164
Furniture and equipment	1,442,465	172,421	38,368	1,576,518
Land improvements	1,567,786	114,253	-	1,682,039
Vehicles	906,235	124,621	-	1,030,856
Subscription asset	-	<u>24,972</u>	-	<u>24,972</u>
Total accumulated depreciation	<u>19,530,531</u>	<u>1,907,543</u>	<u>38,368</u>	<u>21,399,706</u>
Total capital assets being depreciated, net	<u>21,071,187</u>	<u>(392,010)</u>	-	<u>20,679,177</u>
Total governmental activities capital assets, net	<u>\$ 26,980,228</u>	<u>\$ 10,010,637</u>	<u>\$ -</u>	<u>\$ 36,990,865</u>
Right of use leases being amortized,				
Equipment	\$ 55,642	\$ -	\$ -	\$ 55,642
Less: Accumulated amortization,				
Equipment	<u>5,677</u>	<u>13,626</u>	-	<u>19,303</u>
Total right to use leases being amortized, net	<u>\$ 49,965</u>	<u>\$ (13,626)</u>	<u>\$ -</u>	<u>\$ 36,339</u>

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

4. CAPITAL ASSETS (Continued):

Capital asset activity for the year ended December 31, 2023, consisted of the following (Continued):

	Balance 1/1/2023 <u>(as restated)</u>	<u>Additions</u>	<u>Retirements</u>	Balance 12/31/2023 <u></u>
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 376,336	\$ -	\$ -	\$ 376,336
Construction in progress	<u>291,450</u>	<u>311,938</u>	<u>-</u>	<u>603,388</u>
Total capital assets not being depreciated	<u>667,786</u>	<u>311,938</u>	<u>-</u>	<u>979,724</u>
Capital assets being depreciated:				
Buildings and improvements	188,723	-	-	188,723
Distribution system	21,802,110	112,749	-	21,914,859
Furniture and equipment	776,773	170,746	79,972	867,547
Land improvements	70,848	-	-	70,848
Vehicles	611,214	65,125	-	676,339
Subscription asset	<u>74,914</u>	<u>-</u>	<u>-</u>	<u>74,914</u>
Total capital assets being depreciated	<u>23,524,582</u>	<u>348,620</u>	<u>79,972</u>	<u>23,793,230</u>
Less: Accumulated depreciation:				
Buildings and improvements	103,513	4,474	-	107,987
Distribution system	11,659,937	631,497	-	12,291,434
Furniture and equipment	491,082	70,578	79,972	481,688
Land improvements	50,773	1,834	-	52,607
Vehicles	512,085	48,804	-	560,889
Subscription asset	<u>-</u>	<u>37,457</u>	<u>-</u>	<u>37,457</u>
Total accumulated depreciation	<u>12,817,390</u>	<u>794,644</u>	<u>79,972</u>	<u>13,532,062</u>
Total capital assets being depreciated, net	<u>10,707,192</u>	<u>(446,024)</u>	<u>-</u>	<u>10,261,168</u>
Total business-type activities capital assets, net	<u>\$ 11,374,978</u>	<u>\$ (134,086)</u>	<u>\$ -</u>	<u>\$ 11,240,892</u>
Right of use leases being amortized,				
Equipment	\$ 29,912	\$ -	\$ -	\$ 29,912
Less: Accumulated amortization,				
Equipment	<u>3,053</u>	<u>7,326</u>	<u>-</u>	<u>10,379</u>
Total right to use leases being amortized, net	<u>\$ 26,859</u>	<u>\$ (7,326)</u>	<u>\$ -</u>	<u>\$ 19,533</u>

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

4. CAPITAL ASSETS (Continued):

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

Governmental activities:	
General government	\$ 114,836
Public safety	158,680
Planning	146,625
Streets and highways	1,252,631
Parks and recreation	<u>234,771</u>
Total depreciation expense, governmental	<u>\$ 1,907,543</u>
Business-type activities,	
Water and sewer	<u>\$ 794,644</u>

5. PENSION PLAN:

Plan description: The City's defined benefit pension plan provides certain retirement, disability, and death benefits to plan members and beneficiaries. The City 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 RSMo. 70.600-70.755. As such, it is LAGERS' responsibility to administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401(a) and is tax exempt. The responsibility for the operations and administration of LAGERS is vested in the LAGERS Board of Trustees consisting of seven persons. LAGERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by accessing the LAGERS website at www.molagers.org.

Benefits provided: LAGERS provides retirement, death, and disability benefits. 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.

	2023 Valuation
Benefit Multiplier:	2.0%
Final Average Salary:	5 years
Member Contributions:	0%

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

5. PENSION PLAN (Continued):

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

Employees covered by benefit terms: At June 30, 2023, the following number of employees by category were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	30
Inactive employees entitled to but not yet receiving benefits	48
Active employees	55
	133
	133

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 Liability (Asset)
	(a)	(b)	(a) - (b)
Balances at 6/30/2022	\$ 10,305,693	\$ 11,097,511	\$ (791,818)
Changes for the year:			
Service Cost	381,012	-	381,012
Interest	721,981	-	721,981
Changes in benefit terms	-	-	-
Difference between expected and actual experience	350,672	-	350,672
Change in assumptions	-	-	-
Contributions - employer	-	451,697	(451,697)
Contributions - employee	-	-	-
Net investment income	-	415,979	(415,979)
Benefit payments, including refunds	(364,076)	(364,076)	-
Administrative expense	-	(16,596)	16,596
Other changes	-	75,850	(75,850)
Net changes	1,089,589	562,854	526,735
Balances at 6/30/2023	\$ 11,395,282	\$ 11,660,365	\$ (265,083)

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

5. PENSION PLAN (Continued):

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 used rate.

	Current Single Discount		
	1% Decrease 6.00%	Rate Assumption 7.00%	1% Increase 8.00%
Total Pension Liability (TPL)	\$ 13,481,174	\$ 11,395,282	\$ 9,714,762
Plan Fiduciary Net Position	11,660,365	11,660,365	11,660,365
Net Position Liability/(Asset) (NPL)	\$ 1,820,809	\$ (265,083)	\$ (1,945,603)

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 12% General and 13.2% Police of annual covered payroll.

Net Pension Liability: The City's net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of February 28, 2023.

Actuarial Assumptions: The total pension liability in the February 28, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75% wage inflation 2.25% price inflation
Salary Increase	2.75% to 6.75% including wage inflation
Investment rate of return	7.00%

Mortality rates were based on the Pub-2010 retiree mortality table for males and females.

The actuarial assumptions used in the February 28, 2023 valuations were based on the results of an actuarial experience study for the period March 1, 2015 through February 29, 2020.

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

5. PENSION PLAN (Continued):

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	42.00%	4.19%
Fixed Income	28.00%	1.06%
Real Assets	30.00%	2.36%

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

For the year ended December 31, 2023, the City recognized pension expense of \$373,208. The City reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources		Deferred Inflows of Resources		Net Deferred
	Governmental	Business-type	Governmental	Business-type	
Differences in experience	\$ 380,114	\$ 65,281	\$ (112,867)	\$ (15,890)	\$ 316,638
Differences in assumptions	3,443	-	(8,235)	(7,302)	(12,094)
Excess (deficit) investment returns	143,662	47,126	-	-	190,788
Contributions subsequent to the measurement date*	144,242	82,861	-	-	227,103
Total	\$ 671,461	\$ 195,268	\$ (121,102)	\$ (23,192)	\$ 722,435

*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 December 31, 2024.

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

5. PENSION PLAN (Continued):

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	\$ 127,021
2024	(17,208)
2025	261,529
2026	118,690
2027	5,300
Thereafter	-
	<u>\$ 495,332</u>

Payable to the Pension Plan

At December 31, 2023, the City reported a payable of \$0 for the outstanding amount of contributions due to the pension plan.

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM LIABILITIES:

Changes in long-term liabilities of the City for the year ended December 31, 2023, consisted of the following:

Governmental Activities					
	Balance 1/1/2023 <u>(as restated)</u>	<u>Additions</u>	<u>Retirements</u>	Balance 12/31/2023	Amounts Due Within One Year
General obligation bonds	\$ 16,730,000	\$ -	\$ 2,010,000	\$ 14,720,000	\$ 1,435,000
Bond premium (discount)	1,992,928	-	261,579	1,731,349	207,420
NID Notes	2,390,000	-	140,000	2,250,000	145,000
TIF Bonds	1,875,000	-	145,000	1,730,000	150,000
Lease obligations	68,438	-	31,781	36,657	13,827
Subscription liabilities	49,943	-	17,909	32,034	18,804
Compensated absences *	221,890	87,912	44,378	<u>265,424</u>	<u>53,085</u>
	<u>\$ 23,328,199</u>	<u>\$ 87,912</u>	<u>\$ 2,650,647</u>	<u>\$ 20,765,464</u>	<u>\$ 2,023,136</u>

* Primarily liquidated by the General Fund

Business-Type Activities					
	Balance 1/1/2023 <u>(as restated)</u>	<u>Additions</u>	<u>Retirements</u>	Balance December 31, 2023	Amounts Due Within One Year
Lease obligations	\$ 42,614	\$ -	\$ 22,908	\$ 19,706	\$ 7,432
Subscription liabilities	74,914	-	26,864	48,050	28,207
Compensated absences	60,205	13,979	12,041	<u>62,143</u>	<u>12,429</u>
	<u>\$ 177,733</u>	<u>\$ 13,979</u>	<u>\$ 61,813</u>	<u>\$ 129,899</u>	<u>\$ 48,068</u>

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT (Continued):

Total City debt at December 31, 2023, consisted of the following:

Governmental activities:

General obligation bonds:

\$3,380,000, Series 2018A, general obligation refunding bonds, issued for the refunding of Series 2008A general obligation bonds, due in annual installments of \$285,000 to \$395,000 through March 1, 2028, interest at 3% to 4%	\$ 1,500,000
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\$12,125,000, Series 2022A, general obligation bonds, issued for construction of a police facility, due in annual installments of \$590,085 to \$1,815,600, through March 1, 2033, interest at 4% to 5%	12,125,000
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\$4,630,000, Series 2020, general obligation refunding bonds, issued for the refunding of part of Series 2011 general obligation bonds, due in annual installments of \$555,000 to \$1,685,000, through March 1, 2024, interest at 3%	<u>1,095,000</u>
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Total general obligation bonds	<u>14,720,000</u>
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Governmental fund revenue notes,

\$3,035,000, Series 2016, neighborhood improvement district note, due in annual installments of \$125,000 to \$210,000 through March 1, 2036 interest at 2% to 3.15%	<u>2,250,000</u>
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Governmental fund revenue bonds,

\$2,095,000, Series 2020, tax increment refunding revenue bonds, due in annual installments of \$80,000 to \$200,000, through April 15, 2033, interest at 3.1%	<u>1,730,000</u>
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Governmental fund lease obligations,

Equipment due in monthly installments of \$1,898, through July 31, 2026 interest at 3.3% - split with business-type fund	<u>36,657</u>
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Governmental fund subscription liabilities,

Subscriptions due in annual installments of \$49,362, through October 1, 2024 interest at 5% - split with business-type fund	<u>32,034</u>
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Compensated absences	265,424
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Governmental bond premium	<u>1,731,349</u>
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Total governmental funds	<u><u>\$ 20,765,464</u></u>
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CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT (Continued):

Business-type activities:

Proprietary fund lease obligations, Equipment due in monthly installments of \$1,898, through July 31, 2026 interest at 3.3% - split with governmental funds	<u>19,706</u>
Proprietary fund subscription liabilities, Subscriptions due in annual installments of \$49,362, through October 1, 2024 interest at 5% - split with governmental funds	<u>48,050</u>
Compensated absences	<u>62,143</u>
Total business-type activities	<u>\$ 129,899</u>

Tax Incentive Revenue Bonds and Development Agreements:

The City's Tax Incentive Revenue Bonds are recorded as a liability of the City to match revenue streams to the related debt for which they have been pledged. The City and other taxing districts and governmental entities have pledged a portion of future property tax and sales tax revenues to repay the \$2,095,000 in Series 2020 Refunding Revenue Bonds issued to refund the 2012 Revenue Bonds, which were issued to finance redevelopment projects within the Grain Valley Marketplace Tax Increment Financing (TIF) project. The bonds are payable solely from the incremental increase in property taxes and sales taxes generated within the TIF plan as well as revenues pledged by other taxing districts through cooperative agreements. TIF revenues and other pledged revenues were projected to produce sufficient funds to meet debt service requirements over the life of the bonds. Should these revenues not be sufficient to meet the required debt service obligations, the City, subject to annual appropriation, is obligated to make such debt service payments from other sources of its revenues. However, the City intends to annually appropriate funds sufficient to make all payments required by the bonds for the next fiscal year. Management does not anticipate that any of the City's funds will be required to make up any deficiency in bond payments during the next fiscal year.

Additionally, the City has entered into certain developer agreements whereby developer financed project costs that have been certified by the City as eligible are reimbursed from tax increment financing revenues attributable to the project. Under tax increment financing plans, the developer may be reimbursed up to the certified cost amount from incremental taxes during a period not to exceed 23 years. TIF revenues were projected to produce sufficient funds to reimburse the developer for certified costs. The developer obligations are limited solely to the amount of incremental taxes received attributable to each respective project; any deficiencies are the sole responsibility of the developer and do not constitute an obligation of the Commission or of the City.

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT (Continued):

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

Years ending December 31,	Principal	Interest	NID Note
2024	\$ 145,000	\$ 73,768	\$ 218,768
2025	145,000	69,445	214,445
2026	150,000	64,880	214,880
2027	155,000	60,000	215,000
2028	160,000	54,882	214,882
2029 - 2033	885,000	190,214	1,075,214
2034 - 2036	<u>610,000</u>	<u>33,712</u>	<u>643,712</u>
	<u>\$ 2,250,000</u>	<u>\$ 546,901</u>	<u>\$ 2,796,901</u>

Years ending December 31,	Principal	Interest	IDA TIF Refunding Bonds
2024	\$ 150,000	\$ 51,305	\$ 201,305
2025	155,000	46,578	201,578
2026	160,000	41,695	201,695
2027	165,000	36,657	201,657
2028	170,000	31,465	201,465
2029 - 2033	<u>930,000</u>	<u>73,935</u>	<u>1,003,935</u>
	<u>\$ 1,730,000</u>	<u>\$ 281,635</u>	<u>\$ 2,011,635</u>

Years ending December 31	Principal	Interest	General Obligation Bonds Payable
2024	\$ 1,435,000	\$ 653,725	\$ 2,088,725
2025	1,210,000	602,025	1,812,025
2026	1,270,000	543,650	1,813,650
2027	1,330,000	484,300	1,814,300
2028	1,375,000	421,025	1,796,025
2029 - 2033	<u>8,100,000</u>	<u>971,900</u>	<u>9,071,900</u>
	<u>\$ 14,720,000</u>	<u>\$ 3,676,625</u>	<u>\$ 18,396,625</u>

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT (Continued):

Years ending December 31,	Principal	Interest	Governmental Leases
2024	\$ 13,827	\$ 987	\$ 14,814
2025	14,283	534	14,817
2026	8,547	93	8,640
	\$ 36,657	\$ 1,614	\$ 38,271
Years ending December 31,	Principal	Interest	Governmental Subscriptions
2024	\$ 18,804	\$ 940	\$ 19,744
2025	13,230	380	13,610
	\$ 32,034	\$ 1,320	\$ 33,354
Years ending December 31,	Principal	Interest	Business-type Leases
2024	\$ 7,432	\$ 530	\$ 7,962
2025	7,677	285	7,962
2026	4,597	50	4,647
	\$ 19,706	\$ 865	\$ 20,571
Years ending December 31,	Principal	Interest	Business-type Subscriptions
2024	\$ 28,207	\$ 1,410	\$ 29,617
2025	19,843	810	20,653
	\$ 48,050	\$ 2,220	\$ 50,270

The Missouri State Constitution permits a city, by a vote of either two-thirds or four-sevenths of the voting electorate, depending on the date of the election, to incur general obligation indebtedness for “city purposes” not to exceed 10% of the assessed value of taxable tangible property and to incur additional general obligation indebtedness not to exceed, in the aggregate, an additional 10% of the assessed value of taxable tangible property, for the purpose of acquiring rights-of-way, construction, extending and improving streets and avenues, and/or sanitary or storm sewer systems, and purchasing or constructing waterworks, electric, or other light plants, provided the total general obligation indebtedness does not exceed 20% of the assessed valuation of taxable property.

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT (Continued):

At December 31, 2023, the City's general obligation debt limit was \$75,248,878 and the legal debt margin was \$63,506,809.

Debt Defeasance:

In December 2021, the City defeased a portion of the General Obligation Bonds, Series 2018A. The City placed \$369,858 into an escrow account and the proceeds were used to purchase State and Local Government Securities. The defeasance of debt was undertaken to reduce the total debt service payments by \$406,300, which resulted in an economic gain of approximately \$17,676. The partial defeasance removed debt principal and interest balances of \$340,000 and \$45,900, respectively, maturing in 2028.

7. LESSOR TRANSACTIONS:

The City has entered into one agreement to lease tower space to another entity. The lease agreement expires in 2030, assuming that all renewal options are exercised by the lessee. During 2023, the City received \$34,490 in lease revenue which represents the total amount of inflows of resources recognized in the reporting period from leases.

The following represents the future minimum lease revenue due for the water and sewer fund under the lease arrangements as of December 31:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 27,754	\$ 7,771	\$ 35,525
2025	29,721	6,869	36,590
2026	31,785	5,903	37,688
2027	33,949	4,870	38,819
2028	36,216	3,767	39,983
2029-2030	79,678	3,924	83,602
	<u>\$ 239,103</u>	<u>\$ 33,104</u>	<u>\$ 272,207</u>

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

8. RESTRICTED CASH:

Restricted cash and investments at December 31, 2023, consisted of the following:

<u>Account</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Water & Sewer Fund</u>	<u>Total</u>
Police	\$ 100	\$ -	\$ -	\$ 100
Municipal court	101	-	-	101
Customer deposits	-	-	430,250	430,250
Health plan and flex benefits	5,893	2,664	1,661	10,218
Tax deposits	-	828,142	-	828,142
Intergovernmental	-	2,377,191	-	2,377,191
Unspent bond proceeds	-	4,511,039	-	4,511,039
Reserve for debt service	-	191,731	-	191,731
	<u>\$ 6,094</u>	<u>\$ 7,910,767</u>	<u>\$ 431,911</u>	<u>\$ 8,348,772</u>

9. LEGAL MATTERS:

There are a number of claims or lawsuits to which the City is, or may be, a party as a result of certain law enforcement activities, injuries and various other matters and complaints arising in the ordinary course of 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.

10. TAX REVENUES:

The tax revenues, including interest and penalties collected thereon, for the year ended December 31, 2023, are as follows:

<u>Type</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Fund</u>
Property	\$ 1,362,041	\$ 1,026,673	\$ 2,430,440
Railroad	26,026	8,034	46,440
Franchise	1,304,877	-	-
Cigarette	-	20,861	-
City sales	1,367,494	1,950,180	-
Park sales	-	611,285	-
Transportation sales	-	611,285	-
Other	19,758	549,446	35,257
	<u>\$ 4,080,196</u>	<u>\$ 4,777,764</u>	<u>\$ 2,512,137</u>

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

10. TAX REVENUES (Continued):

The assessed valuation of the tangible property for the purpose of local taxation as of June 30, 2022, was as follows:

Real estate	\$ 239,579,480
Personal property	62,262,208
TIF	<u>8,951,710</u>
	<u>\$ 310,793,398</u>

The tax levy per \$100 of assessed valuation of tangible real and personal property for the calendar year 2023 was as follows:

General Fund	\$ 0.4685
Parks and Recreation Fund	0.1035
Health Fund	0.0412
Debt Service Funds	<u>0.8362</u>
	<u>\$ 1.4494</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.

11. INTERFUND BALANCES/TRANSFERS:

Interfund receivable and payable balances at December 31, 2023, were as follows:

	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ 3,457	\$ -
Special Revenue Funds, Marketplace NID	<u>-</u>	<u>3,457</u>
	<u>\$ 3,457</u>	<u>\$ 3,457</u>

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

11. INTERFUND BALANCES/TRANSFERS (Continued)

Transfers during the year ended December 31, 2023, were as follows:

	Transfers In	Transfers Out
Special Revenue Funds:		
Park	\$ 90,000	\$ -
Transportation	-	25,000
ARPA	-	71,487
Public Health	-	65,000
Marketplace TIF Reserve	-	594,346
Marketplace TIF Special	275,115	46,730
Marketplace CID Sales	46,730	480,070
Marketplace TIF IDA	204,955	-
Interchange Mercado CID #3	-	12,059
Interchange Village of Grain Valley CID #3	-	21,878
Interchange Mercado TDD #3	-	6,921
Interchange TIF #1A	-	900,000
Interchange TIF #1B	-	25,000
Interchange TIF #3	40,858	500,000
Interchange TIF #4	-	145,000
Capital Projects Fund,		
Downtown Capital Improvements	2,164,346	-
Proprietary Fund,		
Water/Sewer	71,487	-
	<u>\$ 2,893,491</u>	<u>\$2,893,491</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 GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

12. INTERGOVERNMENTAL REVENUE:

Intergovernmental revenue during the year ended December 31, 2023, consisted of the following:

	<u>General Fund</u>	<u>Other Governmental Funds</u>
Federal,		
Department of Treasury,		
ARPA Recovery Funds	\$ -	\$ 435,944
State:		
Department of Public Safety,		
Police Grants	57,505	-
Department of Revenue:		
Motor Vehicle Sales Tax	-	167,971
Motor Vehicle Fuel Tax	-	561,542
Motor Vehicle Fees	-	68,811
Department of Conservation,		
Community Habitat Management	-	1,200
County:		
Old Towne TIF	-	55,374
Police SRO	221,806	-
Police Grants	93,268	-
Local,		
Police Grants	<u>19,659</u>	<u>-</u>
	<u>\$ 392,238</u>	<u>\$ 1,290,842</u>

13. 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 GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

14. 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 \$20,500 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 does not contribute for either full-time or part-time employees participating in the plan.

15. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY:

For the year ended December 31, 2023, in violation of Missouri state statutes and the City's budgetary process, the City had actual expenditures in excess of budget in the following funds:

2022 GO Bonds	\$ 143,160
Special Revenue Funds:	
Interchange Mercado CID Project #3	13,488
Interchange Village of Grain Valley CID Project #3	8,794
Interchange Mercado TDD Project #3	<u>1,922</u>
	<u>\$ 167,364</u>

For the year ended December 31, 2023, in violation of Missouri state statutes and the City's budgetary process, the City had budgeted a deficit without adequate fund balance in the following funds:

Special Revenue Funds,	
Marketplace TIF	<u>\$ 15,433</u>

For the year ended December 31, 2023, in violation of Missouri state statutes and the City's budgetary process, the City had a fund balance deficit in the following funds:

Special Revenue Funds,	
Marketplace TIF	<u>\$ 10,433</u>

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

16. COMMITMENTS:

In 2009, the City entered into an agreement with the City of Blue Springs, Missouri, for sewer services. The City agreed to finance a portion of the Sni-A-Bar Wastewater Treatment Plant improvements. After the expansion is complete the City will own 47.5% of the capacity within the expanded portion, and will be obligated for 47.5% of the debt service associated with the improvements. The City's portion of the total debt service of the plant expansion is approximately \$11.2 million. The City has budgeted for the debt service payments and will continue until the bonds are paid off in 2031.

In 2009, the City entered into an agreement with the Missouri Highways and Transportation Commission for the improvement of various roads within the City. The cost of the project is approximately \$3,500,000, and is to be funded by the Missouri Highways and Transportation Commission. If the project expenses are in excess of the cost estimates the City would be obligated to fund the rest. At this time the City does not anticipate the projects will cost more than the original estimates.

In 2010, the City entered into an agreement with a developer to redevelop portions of the City. The City agreed to issue Tax Increment Financing (TIF) bonds to reimburse the developer for eligible site development costs. The City has committed to issuing up to an additional \$3,500,000 in TIF bonds to reimburse the developer for eligible construction costs. The total costs of the projects are estimated at approximately \$25,000,000.

17. WATER AND SEWER SERVICE CONTRACTS:

On April 15, 1992, the City entered into a contract with the City of Independence to purchase water through the year 2012. The contract was renewed in 2013 to supply water through the year 2033. The contract provided the City the right to an increased water supply at a cost of \$708,840, representing a share of plant expansion costs. This cost has been capitalized as a deferred charge and is amortized over the estimated useful life of the expansion.

On October 15, 2004, the City entered into a contract with Tri-County Water Authority (Tri-County) which requires the City to purchase a minimum of 50,000 gallons of water per day through October 18, 2024. As part of this agreement, the City is also billed by Tri-County for the pro-rata portion of the debt service it incurred to construct the water tower and lines required to provide the necessary water capacity. It is the City's understanding that the pro-rata debt service billings are based on the total amount of bonds that were issued to finance other Tri-County projects. As a result, an adjustment is expected to be made by Tri-County to future debt service charges to reflect the City's actual pro-rata portion of the total project costs.

The City has contracted with the City of Blue Springs to provide sewerage disposal service through the year 2026 and share the costs of expanding the sewer treatment plant. The City's \$2,550,974 has been capitalized and is being amortized over the estimated useful life of the expansion. This agreement may be amended or terminated at any time upon mutual agreement of the two cities.

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

18. SEGMENT INFORMATION FOR ENTERPRISE FUNDS:

Water and sewer services are primarily financed by user charges and are accounted for in a combined enterprise fund. The City's estimate of the segmented financial data as of and for the year ended December 31, 2023, for these funds are as follows:

	Water	Sewer	Total
Operating revenues	\$ 3,093,080	\$ 3,214,847	\$ 6,307,927
Operating expenses	3,715,539	2,780,999	6,496,538
Depreciation and amortization	621,180	265,759	886,939
Operating income (loss)	(622,459)	433,848	(188,611)
Net income (loss)	(315,712)	669,109	353,397
Property, plant, and equipment additions	660,558	-	660,558
Working capital	5,278,203	4,970,530	10,248,733
Total capital assets, net of accumulated depreciation	7,805,301	3,435,591	11,240,892

19. NET POSITION:

Net position is comprised of three categories: Net investment in capital assets; restricted; and unrestricted. 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 is restricted assets, (usually cash) that must be spent for specific purposes. Net position, which is neither restricted nor related to capital assets, is reported as unrestricted net assets.

The City issued debt to finance the construction of infrastructure.

Capital assets, net	\$ 36,990,865
ROU assets	36,339
Total debt	(20,500,040)
Debt related to assets not owned by City:	
2016 neighborhood improvement district	2,655,000
2012 IDA tax increment financing bond	2,095,000
	4,750,000
Unspent bond proceeds	3,019,327
Net investment in capital assets	\$ 24,296,491

CITY OF GRAIN VALLEY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

20. PLEDGED REVENUES:

In 2012, the City pledged sewer revenues to the City of Blue Springs, Missouri, to pay for the debt service of the Sni-A-Bar wastewater treatment plant improvements. The City of Grain Valley's portion of the City of Blue Springs debt service payments and administrative fees are approximately \$900,000 each year until 2031.

21. STABILIZATION AGREEMENT:

The City has adopted a stabilization agreement which sets aside 25% of budgeted General Fund expenditures of the prior fiscal year. The 25% stabilization is divided into two reserve categories, the Emergency Reserve and the Budget Stabilization Reserve. If the reserves are spent below the required levels, the City must develop and implement a plan to replenish those reserves. The progress of the replenishments shall be reported in the City's annual budget and quarterly financial reports.

22. CHANGE IN ACCOUNTING PRINCIPLE:

During the year, the City implemented GASB Statement No 96, *Subscription-Based Information Technology Arrangements*. The implementation of the Statement had no impact on the City's beginning of year net position or fund balance. At the beginning of the year the City's subscription assets were restated for governmental and business-type activities in the amounts of \$49,943 and \$74,914, respectively. The City's long-term liabilities were restated for governmental activities and business-type activities in the amounts of \$49,943, and \$74,914, respectively.

23. EVALUATION OF SUBSEQUENT EVENTS:

The City evaluated its December 31, 2023 financial statements for subsequent events through the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTAY INFORMATION
OTHER THAN MD&A

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**CITY OF GRAIN VALLEY, MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION**

**Schedule of Changes in Net Pension Liability and Related Ratios
Last 9 Fiscal Years**

<i>Fiscal year ending June 30,</i>	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability	\$ 381,012	\$ 282,391	\$ 292,586	\$ 254,986	\$ 231,015	\$ 227,473	\$ 228,868	\$ 224,490	\$ 221,758
Service Cost	721,981	574,012	553,154	464,608	441,938	402,605	369,383	326,312	299,434
Interest on the Total Pension Liability	-	1,562,803	-	-	-	-	-	-	-
Benefit Changes	350,672	(95,843)	(78,022)	635,935	(253,713)	20,627	(32,086)	(62,639)	(86,293)
Difference between expected and actual experience	-	-	(26,107)	-	-	-	-	187,721	-
Assumption Changes	(364,076)	(155,427)	(176,578)	(129,590)	(107,458)	(112,298)	(102,362)	(66,157)	(64,886)
Benefit Payments	-	-	-	-	-	-	-	-	-
Refunds	-	-	-	-	-	-	-	-	-
Net Change in Total Pension Liability	1,089,589	2,167,936	565,033	1,225,939	311,782	538,407	463,803	609,727	370,013
Total Pension Liability beginning	10,305,693	8,137,757	7,572,724	6,346,785	6,035,003	5,496,596	5,032,793	4,423,066	4,053,053
Total Pension Liability ending	\$ 11,395,282	\$ 10,305,693	\$ 8,137,757	\$ 7,572,724	\$ 6,346,785	\$ 6,035,003	\$ 5,496,596	\$ 5,032,793	\$ 4,423,066
Plan Fiduciary Net Position	\$ 451,697	\$ 1,742,160	\$ 279,840	\$ 262,189	\$ 228,653	\$ 229,051	\$ 215,918	\$ 230,740	\$ 253,622
Contributions-employer	-	-	-	-	-	-	-	-	-
Contributions-employee	415,979	8,603	2,072,624	93,174	442,351	718,706	621,049	790	90,757
Pension Plan Net Investment Income	(364,076)	(155,427)	(176,578)	(129,590)	(107,458)	(112,298)	(102,362)	(66,157)	(64,886)
Benefit Payments	-	-	-	-	-	-	-	-	-
Refunds	(16,596)	(12,047)	(10,999)	(14,125)	(11,719)	(7,941)	(7,671)	(7,154)	(8,203)
Pension Plan Administrative Expense	75,850	2,088	(2,306)	(12,310)	(79,554)	26,880	13,000	(12,258)	131,679
Net Change in Plan Fiduciary Net Position	562,854	1,585,377	2,162,581	199,338	472,273	854,398	739,934	145,961	402,969
Plan Fiduciary Net Position beginning	11,097,511	9,512,134	7,349,553	7,150,215	6,677,942	5,823,544	5,083,610	4,937,649	4,534,680
Plan Fiduciary Net Position ending	\$ 11,660,365	\$ 11,097,511	\$ 9,512,134	\$ 7,349,553	\$ 7,150,215	\$ 6,677,942	\$ 5,823,544	\$ 5,083,610	\$ 4,937,649
Employer Net Pension Liability (Asset)	\$ (265,083)	\$ (791,818)	\$ (1,374,377)	\$ 223,171	\$ (803,430)	\$ (642,939)	\$ (326,948)	\$ (50,817)	\$ (514,583)
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	102.33%	107.68%	116.89%	97.05%	112.66%	110.65%	105.95%	101.01%	111.63%
Covered Employee Payroll	\$3,254,395	\$3,165,357	\$3,135,243	\$3,276,506	\$2,572,063	\$2,591,148	\$2,538,666	\$2,595,811	\$2,583,131
Employer's Net Pension Liability as a percentage of covered employee payroll	-8.15%	-25.02%	-43.84%	6.81%	-31.24%	-24.81%	-12.88%	-1.96%	-19.92%

Notes to schedule:

Only the last 9 years are being shown, as other years come available they will be included until 10 years of data is shown.

**CITY OF GRAIN VALLEY, MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF CONTRIBUTIONS
Last 10 Fiscal Years**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	\$446,535	\$426,274	\$331,090	\$274,281	\$247,488	\$224,951	\$230,845	\$212,068	\$243,943	\$264,749
Contributions in relation to the actuarially determined contribution	446,535	426,060	297,590	274,281	247,489	224,951	225,831	212,068	243,943	264,749
Contribution deficiency (excess)	\$ -	\$214	\$33,500	\$ -	(1)	\$ -	\$5,014	\$ -	\$ -	\$ -
Covered-employee payroll	\$3,582,361	\$3,358,236	\$3,287,437	\$3,403,895	\$2,967,766	\$2,611,415	\$2,612,097	\$2,586,197	\$2,665,516	\$2,691,986
Contributions as a percentage of covered-employee payroll	12.46%	12.69%	9.05%	8.06%	8.34%	8.61%	8.65%	8.20%	9.15%	9.83%

Valuation date 2/28/2023

Notes The roll-forward of total pension liability from February 28, 2022 to June 30, 2022 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 15 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 7.00%, 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

Other information None

**CITY OF GRAIN VALLEY, MO
BUDGETARY COMPARISON SCHEDULE --
GENERAL
FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ 3,926,300	\$ 3,926,300	\$ 4,080,196	\$ 153,896
Intergovernmental	376,133	376,133	392,238	16,105
Charges for services	3,000	3,000	2,000	(1,000)
Fees and fines	591,540	591,540	531,260	(60,280)
Investment earnings	21,500	21,500	273,928	252,428
Other	<u>20,188</u>	<u>20,188</u>	<u>67,112</u>	<u>46,924</u>
	<u>4,938,661</u>	<u>4,938,661</u>	<u>5,346,734</u>	<u>408,073</u>
EXPENDITURES:				
Current:				
General government	1,134,538	1,134,538	1,004,371	130,167
Municipal court	177,799	177,799	193,999	(16,200)
Public safety	3,117,003	3,117,003	2,715,518	401,485
Planning and engineering	338,539	338,539	317,887	20,652
Capital outlay	244,781	244,781	186,940	57,841
Debt service:				
Principal	14,880	14,880	41,388	(26,508)
Interest and other charges	<u>310</u>	<u>310</u>	<u>2,890</u>	<u>(2,580)</u>
	<u>5,027,850</u>	<u>5,027,850</u>	<u>4,462,993</u>	<u>564,857</u>
Revenues over (under) expenditures	<u>(89,189)</u>	<u>(89,189)</u>	<u>883,741</u>	<u>972,930</u>
OTHER FINANCING SOURCES,				
Proceeds from sale capital assets	<u>12,000</u>	<u>12,000</u>	<u>1,200</u>	<u>(10,800)</u>
Net change in fund balances	(77,189)	(77,189)	884,941	962,130
Fund balances - beginning	<u>4,329,469</u>	<u>4,329,469</u>	<u>4,329,469</u>	<u>-</u>
Fund balances - ending	<u>\$ 4,252,280</u>	<u>\$ 4,252,280</u>	<u>\$ 5,214,410</u>	<u>\$ 962,130</u>

**CITY OF GRAIN VALLEY, MO
BUDGETARY COMPARISON SCHEDULE --
PARK
FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ 915,500	\$ 915,500	\$ 949,772	\$ 34,272
Intergovernmental	123,749	123,749	1,200	(122,549)
Charges for services	616,430	678,350	364,077	(314,273)
Investment earnings	3,500	3,500	70,255	66,755
Miscellaneous	<u>500</u>	<u>500</u>	<u>440</u>	<u>(60)</u>
	<u>1,659,679</u>	<u>1,721,599</u>	<u>1,385,744</u>	<u>(335,855)</u>
EXPENDITURES:				
Current,				
Parks and recreation	1,186,070	1,186,070	1,101,677	84,393
Capital outlay	552,900	614,820	187,212	427,608
Debt service:				
Principal	-	-	3,860	(3,860)
Interest and other charges	<u>-</u>	<u>-</u>	<u>412</u>	<u>(412)</u>
	<u>1,738,970</u>	<u>1,800,890</u>	<u>1,293,161</u>	<u>507,729</u>
Revenues over (under) expenditures	<u>(79,291)</u>	<u>(79,291)</u>	<u>92,583</u>	<u>171,874</u>
OTHER FINANCING SOURCES,				
Transfers in	<u>90,000</u>	<u>90,000</u>	<u>90,000</u>	<u>-</u>
Net change in fund balances	10,709	10,709	182,583	171,874
Fund balances - beginning	<u>1,142,255</u>	<u>1,142,255</u>	<u>1,142,255</u>	<u>-</u>
Fund balances - ending	<u>\$ 1,152,964</u>	<u>\$ 1,152,964</u>	<u>\$ 1,324,838</u>	<u>\$ 171,874</u>

**CITY OF GRAIN VALLEY, MO
BUDGETARY COMPARISON SCHEDULE --
TRANSPORTATION
FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ 575,000	\$ 575,000	\$ 611,285	\$ 36,285
Intergovernmental	598,000	598,000	798,324	200,324
Investment earnings	2,500	2,500	62,161	59,661
Miscellaneous	<u>72,875</u>	<u>72,875</u>	<u>3,870</u>	<u>(69,005)</u>
	<u>1,248,375</u>	<u>1,248,375</u>	<u>1,475,640</u>	<u>227,265</u>
EXPENDITURES:				
Current,				
Street	711,618	696,618	665,026	31,592
Capital outlay	454,308	469,308	458,107	11,201
Debt Service:				
Principal	-	-	4,442	(4,442)
Interest and other charges	<u>-</u>	<u>-</u>	<u>281</u>	<u>(281)</u>
	<u>1,165,926</u>	<u>1,165,926</u>	<u>1,127,856</u>	<u>38,070</u>
Revenues over expenditures	<u>82,449</u>	<u>82,449</u>	<u>347,784</u>	<u>265,335</u>
OTHER FINANCING SOURCES (USES):				
Sale of assets	11,800	11,800	-	(11,800)
Transfers out	<u>(25,000)</u>	<u>(25,000)</u>	<u>(25,000)</u>	<u>-</u>
	<u>(13,200)</u>	<u>(13,200)</u>	<u>(25,000)</u>	<u>(11,800)</u>
Net change in fund balances	69,249	69,249	322,784	253,535
Fund balances - beginning	<u>1,292,497</u>	<u>1,292,497</u>	<u>1,292,497</u>	<u>-</u>
Fund balances - ending	<u>\$ 1,361,746</u>	<u>\$ 1,361,746</u>	<u>\$ 1,615,281</u>	<u>\$ 253,535</u>

**CITY OF GRAIN VALLEY, MO
BUDGETARY COMPARISON SCHEDULE --
ARPA
FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 435,944	\$ 435,944
Investment earnings	-	-	93,808	93,808
	-	-	529,752	529,752
EXPENDITURES,				
Current,				
General government	1,471,315	1,525,730	364,457	1,161,273
Revenues over (under) expenditures	(1,471,315)	(1,525,730)	165,295	1,691,025
OTHER FINANCING USES,				
Transfers out	-	-	(71,487)	(71,487)
Net change in fund balances	(1,471,315)	(1,525,730)	93,808	1,619,538
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ (1,471,315)	\$ (1,525,730)	\$ 93,808	\$ 1,619,538

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CITY OF GRAIN VALLEY, MO
 COMBINING BALANCE SHEET --
 NONMAJOR GOVERNMENTAL FUNDS
 DECEMBER 31, 2023

	<u>Tourism</u>	<u>Public Health</u>	<u>Old Towne TIF</u>	<u>Capital Improvements</u>	<u>Downtown Capital Improvement</u>	<u>Marketplace TIF</u>	<u>Marketplace TIF Reserve</u>	<u>Marketplace TIF Special</u>
ASSETS								
Cash and investments	\$ 39,570	\$ 192,966	\$ 145,505	\$ 628,024	\$ 2,157,338	\$ 6,532	\$ -	\$ 119,421
Cash and investments-restricted	-	-	-	-	-	-	-	651,640
Taxes receivable, net	-	-	-	128,629	-	-	-	-
Total assets	\$ 39,570	\$ 192,966	\$ 145,505	\$ 756,653	\$ 2,157,338	\$ 6,532	\$ -	\$ 771,061
LIABILITIES								
Accounts payable	\$ -	\$ 1,814	\$ 141,034	\$ 13,594	\$ 45,505	\$ -	\$ -	\$ -
Negative cash balances	-	-	-	-	-	-	-	-
Customer deposits	-	-	-	-	-	16,965	-	-
Due to other funds	-	-	-	-	-	-	-	-
Total liabilities	-	1,814	141,034	13,594	45,505	16,965	-	-
DEFERRED INFLOWS OF RESOURCES								
Advances of tax revenues	-	79,363	-	-	-	-	-	-
FUND BALANCES								
Restricted:								
Economic development	39,570	-	-	-	-	-	-	-
Capital projects	-	111,789	4,471	743,059	2,111,833	-	-	771,061
Unassigned	-	-	-	-	-	(10,433)	-	-
Total fund balances (deficit)	39,570	111,789	4,471	743,059	2,111,833	(10,433)	-	771,061
Total liabilities and fund balances	\$ 39,570	\$ 192,966	\$ 145,505	\$ 756,653	\$ 2,157,338	\$ 6,532	\$ -	\$ 771,061

Marketplace TIF IDA	Marketplace NID	Marketplace CID Sales	Interchange		Interchange Mercado TDD Project #3	Interchange TIF Project #1A	Interchange TIF Project #1B	Interchange TIF Project #3	Interchange TIF Project #4	Total Governmental Funds
			Interchange Mercado CID Project #3	Village of Grain Valley CID TIF Project #3						
\$ -	\$ 11,479	\$ 3,312	\$ -	\$ 1	\$ -	\$ 61,986	\$ 3,810	\$ 65,333	\$ 22,609	\$ 3,457,886
191,731	-	176,502	-	-	-	-	-	-	-	1,019,873
-	-	-	-	-	-	-	-	-	-	128,629
<u>\$ 191,731</u>	<u>\$ 11,479</u>	<u>\$ 179,814</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 61,986</u>	<u>\$ 3,810</u>	<u>\$ 65,333</u>	<u>\$ 22,609</u>	<u>\$ 4,606,388</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,519	\$ -	\$ 1,216	\$ 1,216	\$ 207,898
11,987	-	-	-	-	-	-	-	-	-	11,987
-	-	-	-	-	-	-	-	-	-	16,965
-	3,457	-	-	-	-	-	-	-	-	3,457
<u>11,987</u>	<u>3,457</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,519</u>	<u>-</u>	<u>1,216</u>	<u>1,216</u>	<u>240,307</u>
-	-	-	-	-	-	-	-	-	-	79,363
179,744	-	-	-	-	-	-	-	-	-	219,314
-	8,022	179,814	-	1	-	58,467	3,810	64,117	21,393	4,077,837
-	-	-	-	-	-	-	-	-	-	(10,433)
<u>179,744</u>	<u>8,022</u>	<u>179,814</u>	<u>-</u>	<u>1</u>	<u>-</u>	<u>58,467</u>	<u>3,810</u>	<u>64,117</u>	<u>21,393</u>	<u>4,286,718</u>
<u>\$ 191,731</u>	<u>\$ 11,479</u>	<u>\$ 179,814</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 61,986</u>	<u>\$ 3,810</u>	<u>\$ 65,333</u>	<u>\$ 22,609</u>	<u>\$ 4,606,388</u>

CITY OF GRAIN VALLEY, MO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE -- NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Tourism</u>	<u>Public Health</u>	<u>Old Towne TIF</u>	<u>Capital Improvements</u>	<u>Downtown Capital Improvements</u>	<u>Marketplace TIF</u>	<u>Marketplace TIF Reserve</u>	<u>Marketplace TIF Special</u>
REVENUES:								
Taxes	\$ 36,701	\$ 123,669	\$ 258,862	\$ 601,151	\$ -	\$ -	\$ -	\$ 1,036,348
Intergovernmental	-	-	55,374	-	-	-	-	-
Investment earnings	-	966	-	-	-	-	-	16,513
Other	1,000	-	-	-	-	-	-	-
Total revenues	<u>37,701</u>	<u>124,635</u>	<u>314,236</u>	<u>601,151</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,052,861</u>
EXPENDITURES:								
Current:								
Economic development	31,463	-	314,233	-	52,513	-	-	1,252,231
Public health	-	52,676	-	-	-	-	-	-
Capital outlay	-	-	-	573,100	-	-	-	-
Debt service:								
Principal	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-	-
Total expenditures	<u>31,463</u>	<u>52,676</u>	<u>314,233</u>	<u>573,100</u>	<u>52,513</u>	<u>-</u>	<u>-</u>	<u>1,252,231</u>
Excess (deficiency) of revenues over expenditures	<u>6,238</u>	<u>71,959</u>	<u>3</u>	<u>28,051</u>	<u>(52,513)</u>	<u>-</u>	<u>-</u>	<u>(199,370)</u>
OTHER FINANCING USES:								
Transfers in	-	-	-	-	2,164,346	-	-	275,115
Transfers out	-	(65,000)	-	-	-	-	(594,346)	(46,730)
	<u>-</u>	<u>(65,000)</u>	<u>-</u>	<u>-</u>	<u>2,164,346</u>	<u>-</u>	<u>(594,346)</u>	<u>228,385</u>
Net change in fund balances	6,238	6,959	3	28,051	2,111,833	-	(594,346)	29,015
Fund balances (deficit) - beginning	<u>33,332</u>	<u>104,830</u>	<u>4,468</u>	<u>715,008</u>	<u>-</u>	<u>(10,433)</u>	<u>594,346</u>	<u>742,046</u>
Fund balances (deficit) - ending	<u>\$ 39,570</u>	<u>\$ 111,789</u>	<u>\$ 4,471</u>	<u>\$ 743,059</u>	<u>\$ 2,111,833</u>	<u>\$ (10,433)</u>	<u>\$ -</u>	<u>\$ 771,061</u>

Marketplace TIF IDA	Marketplace NID	Marketplace CID Sales	Interchange		Interchange Mercado TDD Project #3	Interchange TIF Project #1A	Interchange TIF Project #1B	Interchange TIF Project #3	Interchange TIF Project #4	Total Governmental Funds
			Interchange Mercado CID Project #3	Interchange Village of Grain Valley CID TIF Project #3						
\$ -	\$ 226,675	\$ 413,791	\$ 24,118	\$ 43,765	\$ 13,843	\$ 113,294	\$ 28,797	\$ 243,408	\$ 52,285	\$ 3,216,707
-	-	-	-	-	-	-	-	-	-	55,374
5,784	-	13,503	-	-	-	44,745	-	-	-	81,511
-	-	-	-	-	-	-	-	-	-	1,000
<u>5,784</u>	<u>226,675</u>	<u>427,294</u>	<u>24,118</u>	<u>43,765</u>	<u>13,843</u>	<u>158,039</u>	<u>28,797</u>	<u>243,408</u>	<u>52,285</u>	<u>3,354,592</u>
-	-	91,991	30,988	27,894	6,922	8,972	-	1,217	1,217	1,819,641
-	-	-	-	-	-	-	-	-	-	52,676
-	-	-	-	-	-	-	-	-	-	573,100
145,000	140,000	-	-	-	-	-	-	-	-	285,000
<u>58,527</u>	<u>78,639</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>137,166</u>
<u>203,527</u>	<u>218,639</u>	<u>91,991</u>	<u>30,988</u>	<u>27,894</u>	<u>6,922</u>	<u>8,972</u>	<u>-</u>	<u>1,217</u>	<u>1,217</u>	<u>2,867,583</u>
<u>(197,743)</u>	<u>8,036</u>	<u>335,303</u>	<u>(6,870)</u>	<u>15,871</u>	<u>6,921</u>	<u>149,067</u>	<u>28,797</u>	<u>242,191</u>	<u>51,068</u>	<u>487,009</u>
204,955	-	46,730	-	-	-	-	-	40,858	-	2,732,004
-	-	(480,070)	(12,059)	(21,878)	(6,921)	(900,000)	(25,000)	(500,000)	(145,000)	(2,797,004)
<u>204,955</u>	<u>-</u>	<u>(433,340)</u>	<u>(12,059)</u>	<u>(21,878)</u>	<u>(6,921)</u>	<u>(900,000)</u>	<u>(25,000)</u>	<u>(459,142)</u>	<u>(145,000)</u>	<u>(65,000)</u>
7,212	8,036	(98,037)	(18,929)	(6,007)	-	(750,933)	3,797	(216,951)	(93,932)	422,009
<u>172,532</u>	<u>(14)</u>	<u>277,851</u>	<u>18,929</u>	<u>6,008</u>	<u>-</u>	<u>809,400</u>	<u>13</u>	<u>281,068</u>	<u>115,325</u>	<u>3,864,709</u>
\$ 179,744	\$ 8,022	\$ 179,814	\$ -	\$ 1	\$ -	\$ 58,467	\$ 3,810	\$ 64,117	\$ 21,393	\$ 4,286,718

**CITY OF GRAIN VALLEY, MO
 BUDGETARY COMPARISON SCHEDULE --
 DEBT SERVICE
 FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ 2,352,000	\$ 2,352,000	\$ 2,512,137	\$ 160,137
Investment earnings	<u>30,000</u>	<u>30,000</u>	<u>148,412</u>	<u>118,412</u>
	<u>2,382,000</u>	<u>2,382,000</u>	<u>2,660,549</u>	<u>278,549</u>
EXPENDITURES,				
Debt service:				
Principal	2,010,000	2,010,000	2,010,000	-
Interest and other charges	<u>721,860</u>	<u>721,860</u>	<u>713,419</u>	<u>8,441</u>
	2,731,860	2,731,860	2,723,419	8,441
Revenues under expenditures	<u>(349,860)</u>	<u>(349,860)</u>	<u>(62,870)</u>	<u>286,990</u>
Net change in fund balances	(349,860)	(349,860)	(62,870)	286,990
Fund balances - beginning	<u>2,282,953</u>	<u>2,282,953</u>	<u>2,282,953</u>	<u>-</u>
Fund balances - ending	<u>\$ 1,933,093</u>	<u>\$ 1,933,093</u>	<u>\$ 2,220,083</u>	<u>\$ 286,990</u>

**CITY OF GRAIN VALLEY, MO
 BUDGETARY COMPARISON SCHEDULE --
 2022 GO BONDS
 FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES,				
Investment earnings	\$ -	\$ -	\$ 435,402	\$ 435,402
EXPENDITURES,				
Capital outlay	10,700,000	10,700,000	10,843,160	(143,160)
Net change in fund balances	(10,700,000)	(10,700,000)	(10,407,758)	292,242
Fund balances - beginning	13,415,606	13,415,606	13,415,606	-
Fund balances - ending	<u>\$ 2,715,606</u>	<u>\$ 2,715,606</u>	<u>\$ 3,007,848</u>	<u>\$ 292,242</u>

**CITY OF GRAIN VALLEY, MO
 BUDGETARY COMPARISON SCHEDULE --
 TOURISM TAX
 FOR THE YEAR ENDED DECEMBER 31, 2023**

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 35,000	\$ 35,000	\$ 36,701	\$ 1,701
Donations	-	-	1,000	1,000
	<u>35,000</u>	<u>35,000</u>	<u>37,701</u>	<u>2,701</u>
EXPENDITURES,				
Current,				
Economic development	<u>33,250</u>	<u>33,250</u>	<u>31,463</u>	<u>1,787</u>
	<u>33,250</u>	<u>33,250</u>	<u>31,463</u>	<u>1,787</u>
Revenues over expenditures	<u>1,750</u>	<u>1,750</u>	<u>6,238</u>	<u>4,488</u>
Net change in fund balances	1,750	1,750	6,238	4,488
Fund balances - beginning	<u>33,332</u>	<u>33,332</u>	<u>33,332</u>	<u>-</u>
Fund balances - ending	<u>\$ 35,082</u>	<u>\$ 35,082</u>	<u>\$ 39,570</u>	<u>\$ 4,488</u>

**CITY OF GRAIN VALLEY, MO
 BUDGETARY COMPARISON SCHEDULE --
 PUBLIC HEALTH
 FOR THE YEAR ENDED DECEMBER 31, 2023**

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 121,300	\$ 121,300	\$ 123,669	\$ 2,369
Investment earnings	1,000	1,000	966	(34)
	<u>122,300</u>	<u>122,300</u>	<u>124,635</u>	<u>2,335</u>
EXPENDITURES,				
Current, Public health	<u>68,500</u>	<u>68,500</u>	<u>52,676</u>	<u>15,824</u>
Revenues over expenditures	<u>53,800</u>	<u>53,800</u>	<u>71,959</u>	<u>18,159</u>
OTHER FINANCING USES,				
Transfers out	<u>(65,000)</u>	<u>(65,000)</u>	<u>(65,000)</u>	<u>-</u>
Net change in fund balances	(11,200)	(11,200)	6,959	18,159
Fund balances - beginning	<u>104,830</u>	<u>104,830</u>	<u>104,830</u>	<u>-</u>
Fund balances - ending	<u>\$ 93,630</u>	<u>\$ 93,630</u>	<u>\$ 111,789</u>	<u>\$ 18,159</u>

**CITY OF GRAIN VALLEY, MO
 BUDGETARY COMPARISON SCHEDULE --
 OLD TOWNE TIF
 FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ 365,000	\$ 365,000	\$ 258,862	\$ (106,138)
Intergovernmental	<u>45,000</u>	<u>45,000</u>	<u>55,374</u>	<u>10,374</u>
	<u>410,000</u>	<u>410,000</u>	<u>314,236</u>	<u>(95,764)</u>
EXPENDITURES,				
Current,				
Economic development	<u>410,000</u>	<u>410,000</u>	<u>314,233</u>	<u>95,767</u>
Net change in fund balances	-	-	3	3
Fund balances - beginning	<u>4,468</u>	<u>4,468</u>	<u>4,468</u>	<u>-</u>
Fund balances - ending	<u>\$ 4,468</u>	<u>\$ 4,468</u>	<u>\$ 4,471</u>	<u>\$ 3</u>

**CITY OF GRAIN VALLEY, MO
 BUDGETARY COMPARISON SCHEDULE --
 CAPITAL IMPROVEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES,				
Taxes	\$ 575,000	\$ 575,000	\$ 601,151	\$ 26,151
EXPENDITURES,				
Capital outlay	559,700	600,000	573,100	26,900
Net change in fund balances	15,300	(25,000)	28,051	53,051
Fund balances - beginning	715,008	715,008	715,008	-
Fund balances - ending	\$ 730,308	\$ 690,008	\$ 743,059	\$ 53,051

**CITY OF GRAIN VALLEY, MO
 BUDGETARY COMPARISON SCHEDULE --
 DOWNTOWN CAPITAL IMPROVEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES,				
Current,				
Economic development	\$ -	\$ 75,000	\$ 52,513	\$ (22,487)
OTHER FINANCING SOURCES,				
Transfers in	-	2,164,346	2,164,346	-
Net change in fund balances	-	2,089,346	2,111,833	22,487
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ -	\$ 2,089,346	\$ 2,111,833	\$ 22,487

**CITY OF GRAIN VALLEY, MO
 BUDGETARY COMPARISON SCHEDULE --
 MARKETPLACE TIF
 FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES,				
Current,				
Economic development	\$ 5,000	\$ 5,000	\$ -	\$ 5,000
Net change in fund balances	(5,000)	(5,000)	-	5,000
Fund balances - beginning	<u>(10,433)</u>	<u>(10,433)</u>	<u>(10,433)</u>	<u>-</u>
Fund balances - ending	<u>\$ (15,433)</u>	<u>\$ (15,433)</u>	<u>\$ (10,433)</u>	<u>\$ 5,000</u>

**CITY OF GRAIN VALLEY, MO
 BUDGETARY COMPARISON SCHEDULE --
 MARKETPLACE TIF RESERVE
 FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
OTHER FINANCING USES,				
Transfers out	-	(594,346)	(594,346)	-
Net change in fund balances	-	(594,346)	(594,346)	-
Fund balances - beginning	<u>594,346</u>	<u>594,346</u>	<u>594,346</u>	<u>-</u>
Fund balances - ending	<u>\$ 594,346</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF GRAIN VALLEY, MO
BUDGETARY COMPARISON SCHEDULE --
MARKETPLACE TIF SPECIAL
FOR THE YEAR ENDED DECEMBER 31, 2023**

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 945,000	\$ 1,030,000	\$ 1,036,348	\$ 6,348
Investment earnings	250	20,000	16,513	(3,487)
	<u>945,250</u>	<u>1,050,000</u>	<u>1,052,861</u>	<u>2,861</u>
EXPENDITURES,				
Current,				
Economic development	<u>855,000</u>	<u>1,300,000</u>	<u>1,252,231</u>	<u>47,769</u>
Revenues over (under) expenditures	<u>90,250</u>	<u>(250,000)</u>	<u>(199,370)</u>	<u>50,630</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	-	300,000	275,115	(24,885)
Transfers out	<u>(6,000)</u>	<u>(50,000)</u>	<u>(46,730)</u>	<u>3,270</u>
Net change in fund balances	84,250	-	29,015	29,015
Fund balances - beginning	<u>742,046</u>	<u>742,046</u>	<u>742,046</u>	<u>-</u>
Fund balances - ending	<u>\$ 826,296</u>	<u>\$ 742,046</u>	<u>\$ 771,061</u>	<u>\$ 29,015</u>

**CITY OF GRAIN VALLEY, MO
 BUDGETARY COMPARISON SCHEDULE --
 MARKETPLACE TIF IDA
 FOR THE YEAR ENDED DECEMBER 31, 2023**

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES,				
Investment earnings	\$ 500	\$ 1,500	\$ 5,784	\$ 4,284
EXPENDITURES,				
Debt service:				
Principal	120,000	120,000	145,000	(25,000)
Interest and other charges	85,838	85,838	58,527	27,311
	<u>205,838</u>	<u>205,838</u>	<u>203,527</u>	<u>2,311</u>
Revenues under expenditures	<u>(205,338)</u>	<u>(204,338)</u>	<u>(197,743)</u>	<u>6,595</u>
OTHER FINANCING SOURCES,				
Transfers in	<u>206,000</u>	<u>205,000</u>	<u>204,955</u>	\$ (45)
Net change in fund balances	662	662	7,212	\$ 6,550
Fund balances - beginning	<u>172,532</u>	<u>172,532</u>	<u>172,532</u>	<u>-</u>
Fund balances - ending	<u>\$ 173,194</u>	<u>\$ 173,194</u>	<u>\$ 179,744</u>	<u>\$ 6,550</u>

**CITY OF GRAIN VALLEY, MO
 BUDGETARY COMPARISON SCHEDULE --
 MARKETPLACE NID
 FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES,				
Taxes	\$ 223,100	\$ 223,100	\$ 226,675	\$ 3,575
EXPENDITURES:				
Current,				
Economic development	500	500	-	500
Debt service:				
Principal	140,000	140,000	140,000	-
Interest and other charges	78,796	78,796	78,639	157
	<u>219,296</u>	<u>219,296</u>	<u>218,639</u>	<u>657</u>
Net change in fund balances	3,804	3,804	8,036	4,232
Fund balances - beginning	<u>(14)</u>	<u>(14)</u>	<u>(14)</u>	<u>-</u>
Fund balances - ending	<u>\$ 3,790</u>	<u>\$ 3,790</u>	<u>\$ 8,022</u>	<u>\$ 4,232</u>

**CITY OF GRAIN VALLEY, MO
BUDGETARY COMPARISON SCHEDULE --
MARKETPLACE CID SALES
FOR THE YEAR ENDED DECEMBER 31, 2023**

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 375,000	\$ 460,000	\$ 413,791	\$ (46,209)
Investment earnings	<u>100</u>	<u>15,100</u>	<u>13,503</u>	<u>(1,597)</u>
	<u>375,100</u>	<u>475,100</u>	<u>427,294</u>	<u>(47,806)</u>
EXPENDITURES,				
Current,				
Economic development	<u>264,550</u>	<u>145,000</u>	<u>91,991</u>	<u>53,009</u>
Revenues over expenditures	<u>110,550</u>	<u>330,100</u>	<u>335,303</u>	<u>5,203</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	-	50,000	46,730	(3,270)
Transfers out	<u>(200,000)</u>	<u>(505,000)</u>	<u>(480,070)</u>	<u>24,930</u>
Net change in fund balances	(89,450)	(124,900)	(98,037)	26,863
Fund balances - beginning	<u>277,851</u>	<u>277,851</u>	<u>277,851</u>	<u>-</u>
Fund balances - ending	<u>\$ 188,401</u>	<u>\$ 152,951</u>	<u>\$ 179,814</u>	<u>\$ 26,863</u>

**CITY OF GRAIN VALLEY, MO
 BUDGETARY COMPARISON SCHEDULE --
 INTERCHANGE MERCADO CID PROJECT #3
 FOR THE YEAR ENDED DECEMBER 31, 2023**

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES,				
Taxes	\$ 35,000	\$ 35,000	\$ 24,118	\$ (10,882)
EXPENDITURES,				
Current,				
Economic development	17,500	17,500	30,988	(13,488)
Revenues over (under) expenditures	17,500	17,500	(6,870)	(24,370)
OTHER FINANCING USES,				
Transfers out	(17,500)	(17,500)	(12,059)	5,441
Net change in fund balances	-	-	(18,929)	(18,929)
Fund balances - beginning	18,929	18,929	18,929	-
Fund balances - ending	\$ 18,929	\$ 18,929	\$ -	\$ (18,929)

**CITY OF GRAIN VALLEY, MO
 BUDGETARY COMPARISON SCHEDULE --
 INTERCHANGE VILLAGE OF GRAIN VALLEY CID TIF PROJECT #3
 FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES,				
Taxes	\$ 38,100	\$ 38,100	\$ 43,765	\$ 5,665
EXPENDITURES,				
Current,				
Economic development	19,100	19,100	27,894	(8,794)
Revenues over expenditures	19,000	19,000	15,871	(3,129)
OTHER FINANCING USES,				
Transfers out	(19,000)	(19,000)	(21,878)	(2,878)
Net change in fund balances	-	-	(6,007)	(6,007)
Fund balances - beginning	6,008	6,008	6,008	-
Fund balances - ending	\$ 6,008	\$ 6,008	\$ 1	\$ (6,007)

**CITY OF GRAIN VALLEY, MO
 BUDGETARY COMPARISON SCHEDULE --
 INTERCHANGE MERCADO TDD PROJECT #3
 FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES,				
Taxes	\$ -	\$ 10,000	\$ 13,843	\$ 3,843
EXPENDITURES,				
Current,				
Economic development	-	5,000	6,922	(1,922)
Revenues over expenditures	-	5,000	6,921	1,921
OTHER FINANCING USES,				
Transfers out	-	(5,000)	(6,921)	(1,921)
Net change in fund balances	-	-	-	-
Fund balances - beginning	-	-	-	-
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF GRAIN VALLEY, MO
 BUDGETARY COMPARISON SCHEDULE --
 INTERCHANGE TIF PROJECT #1A
 FOR THE YEAR ENDED DECEMBER 31, 2023**

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
	REVENUES:			
Taxes	\$ 115,000	\$ 115,000	\$ 113,294	\$ (1,706)
Investment earnings	<u>1,000</u>	<u>37,000</u>	<u>44,745</u>	<u>7,745</u>
	<u>116,000</u>	<u>152,000</u>	<u>158,039</u>	<u>6,039</u>
EXPENDITURES,				
Current,				
Economic development	<u>90,000</u>	<u>15,000</u>	<u>8,972</u>	<u>6,028</u>
Revenues over expenditures	<u>26,000</u>	<u>137,000</u>	<u>149,067</u>	<u>12,067</u>
OTHER FINANCING USES,				
Transfers out	<u>-</u>	<u>(900,000)</u>	<u>(900,000)</u>	<u>-</u>
Net change in fund balances	26,000	(763,000)	(750,933)	12,067
Fund balances - beginning	<u>809,400</u>	<u>809,400</u>	<u>809,400</u>	<u>-</u>
Fund balances - ending	<u>\$ 835,400</u>	<u>\$ 46,400</u>	<u>\$ 58,467</u>	<u>\$ 12,067</u>

**CITY OF GRAIN VALLEY, MO
 BUDGETARY COMPARISON SCHEDULE --
 INTERCHANGE TIF PROJECT #1B
 FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ 10,000	\$ 29,000	\$ 28,797	\$ (203)
EXPENDITURES,				
Current,				
Economic development	-	3,000	-	3,000
Revenues over expenditures	10,000	26,000	28,797	2,797
OTHER FINANCING USES,				
Transfers out	-	(25,000)	(25,000)	-
Net change in fund balances	10,000	1,000	3,797	2,797
Fund balances - beginning	13	13	13	-
Fund balances - ending	\$ 10,013	\$ 1,013	\$ 3,810	\$ 2,797

**CITY OF GRAIN VALLEY, MO
 BUDGETARY COMPARISON SCHEDULE --
 INTERCHANGE TIF PROJECT #3
 FOR THE YEAR ENDED DECEMBER 31, 2023**

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES,				
Taxes	\$ 125,000	\$ 218,000	\$ 243,408	\$ 25,408
EXPENDITURES,				
Current,				
Economic development	10,000	24,000	1,217	22,783
Revenues over expenditures	115,000	194,000	242,191	48,191
OTHER FINANCING SOURCES (USES):				
Transfers in	35,500	41,500	40,858	(642)
Transfers out	-	(500,000)	(500,000)	-
Total other financing uses	35,500	(458,500)	(459,142)	(642)
Net change in fund balances	150,500	(264,500)	(216,951)	47,549
Fund balances - beginning	281,068	281,068	281,068	-
Fund balances - ending	\$ 431,568	\$ 16,568	\$ 64,117	\$ 47,549

**CITY OF GRAIN VALLEY, MO
 BUDGETARY COMPARISON SCHEDULE --
 INTERCHANGE TIF PROJECT #4
 FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES,				
Taxes	\$ 35,500	\$ 47,500	\$ 52,285	\$ 4,785
EXPENDITURES,				
Current,				
Economic development	5,000	4,000	1,217	2,783
Revenues over expenditures	30,500	43,500	51,068	7,568
OTHER FINANCING USES,				
Transfers out	-	(145,000)	(145,000)	-
Net change in fund balances	30,500	(101,500)	(93,932)	7,568
Fund balances - beginning	115,325	115,325	115,325	-
Fund balances - ending	\$ 145,825	\$ 13,825	\$ 21,393	\$ 7,568