

CITY OF MONETT,
MISSOURI

FINANCIAL STATEMENTS

FOR YEAR ENDED MARCH 31, 1993

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CERTIFIED PUBLIC ACCOUNTANTS

Honorable Mayor H. C. Beckwith,
Red Sharver, and Rex Lane, Councilmen
Monett, Missouri

We have audited the accompanying general purpose financial statements of the City of Monett, Missouri, as of March 31, 1993, and for the year then ended as listed in the table of contents. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note A, the City's policy is to prepare its financial statements on the basis of cash receipts and disbursements; consequently, certain revenue and the related assets are recognized when received rather than when the obligation is incurred.

In our opinion, because of the City's policy to prepare its financial statements on the basis of accounting as discussed in the preceding paragraph, the financial statements referred to in the first paragraph do not present fairly, in conformity with generally accepted accounting principles, the financial position of the City of Monett, Missouri, as of March 31, 1993 or the results of its operations for the year then ended.

However, in our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the cash and unencumbered cash balances of each of the various funds of the City of Monett, Missouri, as of March 31, 1993 and the revenues received and expenditures paid of such funds for the year then ended on the basis of accounting described in Note A.

Our audit was made for the purpose of forming an opinion of the financial statements taken as a whole. The additional financial statements listed as supplemental schedules in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements of the City of Monett, Missouri. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

Carriner & Company

Monett, Missouri
August 25, 1993

FINANCIAL STATEMENTS - CASH BASIS

CITY OF MONETT, MISSOURI
 COMBINED STATEMENT OF ASSETS, LIABILITIES
 AND FUND EQUITY ARISING FROM CASH TRANSACTIONS
 ALL FUND TYPES AND ACCOUNT GROUP
 MARCH 31, 1993

	GOVERNMENTAL FUND TYPES		
	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND
ASSETS			
Cash	\$(11,186,100)	\$ 5,395	\$ 51,706
Investments	7,472,969	--	--
Accounts receivable			
Taxes	9,308	--	--
Electric	--	--	--
Water	--	--	--
Sanitation	10,259	--	--
Sewer	--	--	--
Other	--	718	--
Construction in progress	--	--	--
Due from other funds	16,310	4,935	--
Accrued interest receivable	49,291	--	--
Bond prepayment	--	--	128,650
Restricted cash	--	--	--
Property, plant, and equipment (net)	--	--	--
Amount available in Debt			
Service Fund for bond retirement	--	--	--
Resources to be provided in future years	--	--	--
Total Assets	<u>\$ (3,627,963)</u>	<u>\$ 11,048</u>	<u>\$ 180,356</u>
LIABILITIES AND FUND EQUITY			
Liabilities			
Accounts payable	\$ --	\$ 107	\$ --
General obligation bonds payable	--	--	--
Due to other funds	61	2,747	--
Customer deposits	--	--	--
Due to employees	--	--	--
Sewer Bond payable	--	--	--
Fund Equity			
Investment in General Fixed Assets	--	--	--
Contributed capital	--	--	--
Retained earnings	--	--	--
Fund balance	<u>(3,628,024)</u>	<u>8,194</u>	<u>180,356</u>
Total Liabilities and Fund Equity	<u>\$ (3,627,963)</u>	<u>\$ 11,048</u>	<u>\$ 180,356</u>

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

PROPRIETARY FUND TYPE	FIDUCIARY FUND TYPE	ACCOUNT GROUPS		TOTAL (MEMORANDUM ONLY)
		TRUSTS AND AGENCY FUND	LONG-TERM DEBT GROUP	
\$13,807,370	\$ 31,351	\$ --	\$ --	\$ 2,709,722
300,000	--	--	--	7,772,969
--	--	--	--	9,308
633,362	--	--	--	633,362
51,270	--	--	--	51,270
--	--	--	--	10,259
58,257	--	--	--	58,257
503,845	--	--	--	504,563
4,082,136	--	--	--	4,082,136
--	--	--	--	21,245
5,151	--	--	--	54,442
--	--	--	--	128,650
1,348,626	--	--	--	1,348,626
8,315,077	--	--	9,849,530	18,164,607
--	--	51,706	--	51,706
--	--	848,294	--	848,294
<u>\$29,105,094</u>	<u>\$ 31,351</u>	<u>\$ 900,000</u>	<u>\$9,849,530</u>	<u>\$36,449,416</u>
\$ 618,711	\$ --	\$ --	\$ --	\$ 618,818
--	--	900,000	--	900,000
18,438	--	--	--	21,246
152,870	--	--	--	152,870
--	31,351	--	--	31,351
2,410,000	--	--	--	2,410,000
--	--	--	9,849,530	9,849,530
2,502,679	--	--	--	2,502,679
23,402,396	--	--	--	23,402,396
--	--	--	--	(3,439,474)
<u>\$29,105,094</u>	<u>\$ 31,351</u>	<u>\$ 900,000</u>	<u>\$9,849,530</u>	<u>\$36,449,416</u>

COMBINED STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID
AND CHANGES IN FUND BALANCE - CASH BASIS
ALL GOVERNMENTAL FUND TYPES
FOR YEAR ENDED MARCH 31, 1993

	GOVERNMENTAL FUND TYPES	
	GENERAL	SPECIAL REVENUE
Revenues		
Property taxes, including penalties and interest	\$ 180,710	\$ --
Nonproperty taxes	715,612	--
Fines and forfeits	50,880	--
Licenses and permits	145,458	--
Fees and services	229,918	216,221
Intergovernmental	250,430	--
Miscellaneous	4,928	--
Interest	457,782	--
Total revenues	2,035,718	216,221
Expenditures		
Current		
General government	263,835	--
Public safety	1,160,565	--
Highways and streets	627,508	--
Public services	357,551	--
Culture and recreation	--	577,845
Capital outlay	419,147	428,491
Debt service		
Principal retirement	--	--
Interest and fiscal agent fees	--	--
Total expenditures	2,828,606	1,006,336
Excess of revenues over (under) expenditures	(792,888)	(790,115)
Other financing sources (uses)		
Transfers in (out)	(1,060,415)	789,980
Total other financing sources	(1,060,415)	789,980
Excess of revenues and other sources over (under) expenditures and other uses	(1,853,303)	(135)
Fund balance, beginning of year	(1,774,721)	8,329
Fund balance, end of year	\$(3,628,024)	\$ 8,194

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

<u>DEBT SERVICE</u>	<u>TOTAL (MEMORANDUM ONLY)</u>
\$ --	\$ 180,710
--	715,612
--	50,880
--	145,458
--	446,139
--	250,430
--	4,928
<u>3,833</u>	<u>461,615</u>
<u>3,833</u>	<u>2,255,772</u>
--	263,835
--	1,160,565
--	627,508
--	357,551
--	577,845
--	847,638
200,000	200,000
<u>67,285</u>	<u>67,285</u>
<u>267,285</u>	<u>4,102,227</u>
(263,452)	(1,846,455)
<u>270,436</u>	<u>1</u>
<u>270,436</u>	<u>1</u>
6,984	(1,846,454)
<u>173,372</u>	<u>(1,593,020)</u>
<u>\$180,356</u>	<u>\$(3,439,474)</u>

CITY OF MONETT, MISSOURI
 COMBINED STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID
 AND CHANGES IN FUND BALANCE - CASH BASIS
 BUDGET AND ACTUAL
 GENERAL, SPECIAL REVENUES, DEBT SERVICE,
 FOR YEAR ENDED MARCH 31, 1993

	GENERAL FUND		
	BUDGET	ACTUAL	VARIANCE
Revenues			
Property taxes, including penalties and interest	\$ 183,900	\$ 180,710	\$ (3,190)
Non-property taxes	625,000	715,612	90,612
Fines and forfeits	30,450	50,880	20,430
Licenses and permits	148,600	145,458	(3,142)
Fees and services	173,105	229,918	56,813
Intergovernmental	460,477	250,430	(210,047)
Miscellaneous	13,550	4,928	(8,622)
Interest	450,000	457,782	7,782
Total revenues	<u>2,085,082</u>	<u>2,035,718</u>	<u>(49,364)</u>
Expenditures			
Current			
General government	227,655	263,835	(36,180)
Public safety	1,100,391	1,160,565	(60,174)
Highways and streets	691,270	627,508	63,762
Public services	342,143	357,551	(15,408)
Culture and recreation	--	--	--
Capital outlay	634,863	419,147	215,716
Debt service			
Principal retirement	--	--	--
Interest and fiscal agent fees	--	--	--
Total expenditures	<u>2,996,322</u>	<u>2,828,606</u>	<u>167,716</u>
Excess of revenues over (under) expenditures	(911,240)	(792,888)	(118,352)
Other financing sources (uses)			
Sale of Land	--	--	--
Transfers in (out)	--	(1,060,415)	(1,060,415)
Total other financing sources	<u>--</u>	<u>(1,060,415)</u>	<u>(1,060,415)</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>\$ (911,240)</u>	(1,853,303)	<u>\$ (942,063)</u>
Fund balance, beginning of year		<u>(1,774,721)</u>	
Fund balance, end of year		<u>\$ (3,628,024)</u>	

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

SPECIAL REVENUE FUND

<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
\$ --	\$ --	\$ --
--	--	--
--	--	--
--	--	--
185,200	216,221	31,021
--	--	--
--	--	--
--	--	--
<u>185,200</u>	<u>216,221</u>	<u>31,021</u>

DEBT SERVICE FUND

<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
\$ --	\$ --	\$ --
--	--	--
--	--	--
--	--	--
--	--	--
--	--	--
--	3,833	3,833
<u>--</u>	<u>3,833</u>	<u>3,833</u>

--	--	--
--	--	--
--	--	--
--	--	--
539,049	577,845	(38,796)
194,801	428,491	(233,690)
--	--	--
--	--	--
<u>733,850</u>	<u>1,006,336</u>	<u>(272,486)</u>

--	--	--
--	--	--
--	--	--
--	--	--
--	--	--
--	--	--
--	200,000	(200,000)
--	67,285	(67,285)
<u>--</u>	<u>267,285</u>	<u>(267,285)</u>

(548,650)	(790,115)	(241,465)
--	--	--
--	789,980	789,980
<u>--</u>	<u>789,980</u>	<u>789,980</u>

--	(263,452)	(263,452)
--	270,436	270,436
<u>--</u>	<u>270,436</u>	<u>270,436</u>

<u>\$ (548,650)</u>	(135)	<u>\$ 548,515</u>
	<u>8,329</u>	
	<u>\$ 8,194</u>	

<u>\$ --</u>	6,984	<u>\$ 6,984</u>
	<u>173,372</u>	
	<u>\$ 180,356</u>	

CITY OF MONETT, MISSOURI
 COMBINED STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID
 AND CHANGES IN FUND BALANCE - CASH BASIS
 BUDGET AND ACTUAL
 GENERAL, SPECIAL REVENUES, DEBT SERVICE (continued)
 FOR YEAR ENDED MARCH 31, 1993

	TOTALS		
	BUDGET	ACTUAL	VARIANCE
Revenues			
Property taxes, including penalties and interest	\$ 183,900	\$ 180,710	\$ (3,190)
Nonproperty taxes	625,000	715,612	90,612
Fines and forfeits	30,450	50,880	20,430
Licenses and permits	148,600	145,458	(3,142)
Fees and services	358,305	446,139	87,834
Intergovernmental	460,477	250,430	(210,047)
Miscellaneous	13,550	4,928	(8,622)
Interest	450,000	461,615	11,615
Total revenues	<u>2,270,282</u>	<u>2,255,772</u>	<u>(14,510)</u>
Expenditures			
Current			
General government	227,655	263,835	(36,180)
Public safety	1,100,391	1,160,565	(60,174)
Highways and streets	691,270	627,508	63,762
Public services	342,143	357,551	(15,408)
Culture and recreation	539,049	577,845	(38,796)
Capital outlay	829,664	847,638	(17,974)
Debt service			
Principal retirement	--	200,000	(200,000)
Interest and fiscal agent fees	--	67,285	(67,285)
Total expenditures	<u>3,730,172</u>	<u>4,102,227</u>	<u>(372,055)</u>
Excess of revenues over (under) expenditures	<u>(1,459,890)</u>	<u>(1,846,455)</u>	<u>(386,565)</u>
Other financing sources (uses)			
Sale of Land	--	--	--
Transfers in (out)	--	1	1
Total other financing sources(uses)	<u>--</u>	<u>1</u>	<u>1</u>
Excess revenues and other sources over (under) expenditures and other uses	<u>\$(1,459,890)</u>	<u>(1,846,454)</u>	<u>\$(386,564)</u>
Fund balance beginning of year		<u>(1,593,020)</u>	
Fund balance, end of year		<u>\$(3,439,474)</u>	

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

CITY OF MONETT. MISSOURI
 COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES
 IN RETAINED EARNINGS - PROPRIETARY FUNDS
 FOR YEAR ENDED MARCH 31, 1993

ENTERPRISE FUND

Operating revenues	
Charges for services	\$ 8,845,532
Penalties	30,986
Other	<u>48,814</u>
Total operating revenues	<u>8,925,332</u>
Operating expenses	
Electric purchases	4,676,519
Personal services	820,018
Utilities	209,796
Repairs and maintenance	231,822
Supplies	255,930
Depreciation	528,763
Other	<u>255,393</u>
Total operating expenses	<u>6,978,241</u>
Operating income	1,947,091
Non-operating revenues	
Interest income	60,557
Interest expense	(123,674)
Rental income	<u>6,578</u>
Total non-operating revenues	<u>(56,539)</u>
Income before transfers	1,890,552
Transfers in (out)	<u>81,486</u>
Net income	1,972,038
Retained earnings, beginning of year	<u>21,430,358</u>
Retained earnings, end of year	<u>\$23,402,396</u>

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

CITY OF MONETT, MISSOURI
 COMBINED STATEMENT OF CASH FLOWS
 PROPRIETARY FUND
 FOR YEAR ENDED MARCH 31, 1993

	<u>ENTERPRISE FUND</u>
Cash flows from operating activities	
Net Income	\$ 1,972,038
Adjustments to reconcile net income to net cash provided by operating activities	
Depreciation	528,763
Decrease in investments	827,931
Increase in accounts receivable	(540,482)
Decrease in accrued interest	15,645
Increase in construction in progress	(2,820,450)
Increase in accounts payable	93,524
Increase in restricted assets	(1,224,626)
Increase in customer deposits	12,354
Increase in bonds payable	<u>1,165,000</u>
Net cash provided by operating activities	29,697
Cash uses from capital activities	
Payments for capital acquisitions	<u>(730,716)</u>
Net cash from capital activities	(730,716)
Cash flows from investing activities	
Contributed capital form EPA and DNR grants	1,907,490
Prior period adjustment	<u>110,218</u>
Net cash from investing activities	<u>2,017,708</u>
Net Cash Increase	1,316,689
Cash at beginning of year	<u>12,490,681</u>
Cash at end of year	<u>\$13,807,370</u>

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

NOTES TO THE FINANCIAL STATEMENTS

CITY OF MONETT, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1993

NOTE A - SUMMARY OF ACCOUNTING POLICIES

The City of Monett, Missouri was incorporated on March 3, 1914 under the provisions of the State of Missouri. The City operates under a Commission form of government as a Third Class City and provides the following services as authorized by its charter: public safety (police and fire), streets, sanitation, culture-recreation, public improvements, planning and zoning, and general administrative services. Other services include electric, water and sewer utilities and airport operations. The following is a summary of the more significant policies:

1. The Reporting Entity

The City, for financial purposes, includes all of the funds and account groups relevant to the operations of the City of Monett. The financial statements presented herein do not include agencies which have been formed under applicable state laws or separate and distinct units of government apart from the City of Monett.

2. Fund Accounting

The accounts of the City are organized on the basis of funds or account groups each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which are comprised of each fund's assets, liabilities, fund equity, revenues and expenditures, as appropriate. Government resources are allocated to and for individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped in the financial statements in this report into six generic fund types and three broad fund categories as follows:

GOVERNMENTAL FUND TYPES

General Fund

The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for, in another fund. It includes administration, fire and police protection, street maintenance, airport, sanitation and building code administration.

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trust or major capital projects) that are legally restricted to expenditures for specified purposes. It includes park operations and I.O.O.F. Cemetery which was established to receive donations for improvements to the cemetery.

Debt Service Fund

Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt, principal, interest, and related costs. It includes general obligation bonds issued for the overpass.

Capital Project Funds

These funds are used to account for financial resources to be used for the acquisition and construction of major capital facilities other than those financed by proprietary funds.

PROPRIETARY FUND TYPE

Enterprise Funds

Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges and (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

FIDUCIARY FUND TYPE

Agency Fund

The Agency funds are used to account for assets held by the City in a custodial capacity. These include the Payroll Fund and Health Self-insurance Fund.

In addition to the three board types of governmental funds, the City also maintains two account groups as described below:

GENERAL FIXED ASSETS ACCOUNT GROUP

This is not a fund but rather an account group that is used to account for general fixed assets acquired principally for general purposes and excludes fixed assets in the Enterprise Funds.

GENERAL LONG-TERM DEBT ACCOUNT GROUP

This is not a fund but rather an account group that is used to account for the outstanding principle balances of general obligation bonds and other long-term debt not reported in proprietary funds.

3. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. The governmental and special revenue accounts of the City are maintained, and the accompanying governmental and special revenue financial statements have been prepared, on the cash basis of accounting. Therefore, revenues and

expenditures are recognized only when collected or paid, and receivables and accrued liabilities are not reflected in the financial statements.

The proprietary fund (Enterprise Fund) is accounted for using the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when they are incurred.

4. Budgets and Budgetary Accounting

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

- a. Formal budgetary integration is employed as a management control device during the year for the General, Special Revenue, Debt Service, and all Enterprise funds. These budgets are adopted on a cash basis which is not consistent with generally accepted accounting principles (GAAP).
- b. Unused appropriations for all of the above annually budgeted funds lapse at the end of the year.

5. Cash and Investments

The City pools cash resources of its various funds in order to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. The balance in the pooled cash accounts is available to meet current operating requirements. Cash in excess of current requirements is invested in various interest-bearing securities and disclosed as part of the City's investments.

6. Receivables

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

7. Due to and due from other funds

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed.

8. Interest Receivable

Interest on investments are recorded as revenue in the year the interest is earned.

9. Inventory

Inventories of the City are recorded as expenditures when purchased.

10. Property, plant, and equipment

Fixed assets used in governmental fund type operations are accounted for in the General Fixed Assets Account Group. Property, plant, and equipment

acquired or constructed for general governmental operations are recorded as expenditures in the fund making the expenditure and capitalized at cost in the General Fixed Assets Account Group.

Property, plant, and equipment acquired for proprietary funds is capitalized in the respective funds to which it applies.

Property, plant and equipment is stated at cost. Where cost could not be determined from the available records, estimated historical cost was used to record the estimated value of the assets. Assets acquired by gift or bequest are recorded at their fair market value at the date of transfer.

Depreciation of exhaustible fixed assets used by proprietary funds is charged as an expense against operations, and accumulated depreciation is reported on the proprietary funds' balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method of depreciation.

11. Long-term debt

Long-term obligations of the City are reported in the General Long-Term Debt Account Group. Long-term liabilities for certain revenue bonds are reported in the appropriate Enterprise Fund.

12. Revenue Recognition - Property Taxes

Taxes are levied on November 1 and are due and payable at that time. All unpaid taxes levied November 1 become delinquent January 1 of the following year.

Property taxes revenues are recognized when they become available. Delinquent taxes are considered fully collectible and therefore no allowance for uncollectible taxes is provided.

13. Pension Plans

The City became a participant in the Missouri Local Governmental Employees' Retirement System (LAGERS) March 1, 1978. LAGERS is a defined benefit pension plan which covers substantially all of the City's employees. Total pension costs for the year ended March 31, 1993 was \$221,841.

14. Total Columns on Combined Statements - Overview

Total columns on the Combined Statements - Overview are captioned "Memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns does not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE B - CASH

The City maintains separate cash and investment accounts for most funds. The General, Park and Electric are all in one cash account but each funds portion of this account is displayed on the combined balance sheet as either cash or investments under their respective fund headings. Deposits and investments are stated at cost.

CASH At year-end the carrying amount of the City's cash was \$ 2,709,722.

Investments. Statutes authorize the City to invest in certificates of deposit, repurchase agreements, passbooks, bankers' acceptances, and other available bank investments provided that approved securities are pledged to secure those funds on deposit in an amount equal to the amount of those funds. In addition, the City can invest in direct debt securities of the United States.

Investments at March 31, 1993 were in certificates of deposit in various financial institutions. For the certificates of deposit of \$7,772,969 the total investment was covered by collateral or FDIC insurance and held in the pledging bank's trust department in the City's name.

NOTE C - CHANGES IN GENERAL LONG-TERM DEBT ACCOUNT GROUP

The following is a summary of the City's Long-Term debt transactions for the year ended, March 31 1993:

	<u>GENERAL OBLIGATION BONDS</u>
Debt outstanding April 1, 1992	\$1,100,000
Retirements	<u>200,000</u>
Debt outstanding March 31, 1993	<u>\$ 900,000</u>

Debt outstanding as of March 31, 1993, consisted of the following:

	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amounts</u>	
			<u>Issued</u>	<u>Outstanding</u>
General Obligation Bonds:				
Overpass - 1987	7.0-6.15%	1998	2,000,000	<u>\$ 900,000</u>

- Presented below is a summary of debt service requirement to maturity by years:

	<u>General Obligation Bonds</u>
1994	200,000
1995	200,000
1996	200,000
1997	200,000
1998	<u>100,000</u>
Total	<u>\$ 900,000</u>

GENERAL OBLIGATION BONDS

- The City is indebted for the following General Obligation Bonds at March 31, 1993, which are included in the Long-Term Debt Account Group.

GENERAL OBLIGATION OVERPASS CONSTRUCTION BONDS DATED APRIL 15, 1987

Fiscal Year Ended March 31,	Total	Total Interest	Interest Rate	Principal Maturing October 1st and April 1st	Bond Outstanding
1994	254,225	54,225	6.15%	200,000	700,000
1995	241,850	41,850	6.30%	200,000	500,000
1996	229,200	29,200	6.40%	200,000	300,000
1997	216,350	16,350	6.50%	200,000	100,000
1998	<u>103,300</u>	<u>3,300</u>	6.60%	<u>100,000</u>	--
- Totals	<u>\$1,044,925</u>	<u>\$ 144,925</u>		<u>\$ 900,000</u>	

REVENUE BONDS

- The City is indebted for the following revenue bonds at March 31, 1993. These bonds are recorded in the Enterprise fund since the repayment is to be from the operations for which the debt was issued.

SEWERAGE REVENUE BONDS, SERIES OF 1990

Fiscal Year Ended March 31,	Total	Total Interest	Interest Rate	Principal Maturing May 1st	Bond Outstanding
1994	141,122	81,122	6.50	60,000	1,130,000
1995	142,027	77,027	6.60	65,000	1,065,000
1996	142,537	72,537	6.70	70,000	995,000
1997	137,812	67,812	6.80	70,000	925,000
1998	137,864	62,864	6.85	75,000	850,000
1999-					
2006	<u>1,115,720</u>	<u>265,720</u>	6.9 to	<u>850,000</u>	--
TOTALS	<u>1,817,082</u>	<u>627,082</u>	7.25	<u>1,190,000</u>	

SEWERAGE REVENUE REFUNDING BONDS, SERIES 1992A

Fiscal Year Ended March 31,	Total	Total Interest	Interest Rate	Principal Maturing May 1st	Bond Outstanding
1994	50,695	50,695	4.50	--	815,000
1995	70,245	50,245	4.50	20,000	795,000
1996	74,183	49,183	4.90	25,000	770,000
1997	72,920	47,920	5.20	25,000	745,000
1998	71,595	46,595	5.40	25,000	720,000
1999-					
2013	<u>1,157,758</u>	<u>437,757</u>	5.6 to	<u>720,000</u>	--
TOTALS	<u>1,497,396</u>	<u>682,395</u>	6.55	<u>815,000</u>	

SEWERAGE REVENUE REFUNDING BONDS, SERIES 1992B

Fiscal Year Ended March 31,	Total	Total Interest	Interest Rate	Principal Maturing May 1st	Bond Outstanding
1994	26,663	26,663	4.70	--	405,000
1995	36,428	26,428	4.70	10,000	395,000
1996	35,943	25,943	5.00	10,000	385,000
1997	35,430	25,430	5.25	10,000	375,000
1998	39,755	24,755	5.50	15,000	360,000
1999-					
2013	<u>592,655</u>	<u>232,655</u>	5.75 to	<u>360,000</u>	--
TOTAL	<u>766,874</u>	<u>361,874</u>	7.00	<u>405,000</u>	

NOTE D - INTERFUND RECEIVABLES AND PAYABLES

The following is a summary of amounts due from and due to other funds:

	<u>Due from</u>	<u>Due to</u>
General Fund		
Enterprise - Sewer	\$ 6,020	--
Enterprise - Water	5,300	--
Enterprise - Electric	2,243	--
Special Revenue	<u>2,747</u>	<u>61</u>
Total General Fund	<u>16,310</u>	<u>61</u>
Special Revenue Fund		
Enterprise - Electrical	4,875	--
General Fund	<u>61</u>	<u>2,747</u>
Total Special Revenue Fund	<u>4,936</u>	<u>2,747</u>
Enterprise Fund		
General Fund	--	13,563
Special Revenue	<u>--</u>	<u>4,875</u>
Total Enterprise Fund	<u>--</u>	<u>18,438</u>
 TOTAL ALL FUNDS	 <u>\$ 21,246</u>	 <u>\$ 21,246</u>

NOTE E - DEFINED BENEFIT PENSION PLAN

All Monett City full-time employees participate in the Missouri Local Government Employees Retirement System (LAGERS) a multiple-employer public retirement system. The payroll for employees covered by LAGERS for the year ended March 31, 1993 was \$1,695,180; the City's total payroll was \$2,163,292. All City full-time employees are eligible to participate in LT-8 LAGERS Program. Employees who retire at or after age 60 (55 for police and fire employees) with 5 years of credited service are entitled to a retirement benefit, payable monthly for life, equal to 1.50 percent of their final-average salary for each year of credited service. Final-average salary is the employee's monthly average of gross salary during the period of 36 or 60 consecutive months of credit service within the last 120 months of credited service in which the employee's salary was the highest. Benefits fully vest on reaching 5 years of service. Vested employees may retire at or after age 55 (age 50 for police and fire employees) and receive reduced retirement benefits. LAGERS also provides death and disability benefits. Benefits are established by Missouri statute.

The City has a non-contributory benefit program whereby covered employees are not required to make contributions. The City is required by Missouri statute to contribute amounts necessary to pay benefits when due. The contribution requirement for the year ended March 31, 1993 was \$ 222,841. The contributions represented 13.2% of covered payroll.

The "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess

LAGERS funding status on a "going concern" basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among Public Employees Retirement System (PERS) and employers. LAGERS does not make separate measurements of assets and pension benefit obligation for individual employers. The pension benefit obligation at June 30, 1992 for LAGERS as a whole, determined through an actuarial valuation performed as of that date, was \$697,991,451. LAGERS' net assets available for benefits, at cost, exceeded the pension benefit obligation by \$25,038,334.

Ten-year historical trend information showing LAGERS' progress in accumulating sufficient assets to pay benefits when due is presented in LAGERS' June 30, 1992 comprehensive annual financial report.

NOTE F - ASSESSED VALUATION. TAX LEVY AND LEGAL DEBT MARGIN

The 1992 assessed valuation of the tangible taxable property and the tax levies per \$100 assessed valuation of that property were as follows:

ASSESSED VALUATION	
Real estate	\$33,156,494
Personal property	<u>14,151,084</u>
TOTAL ASSESSED VALUATION	<u>\$47,307,578</u>

TAX RATES PER \$100 OF ASSESSED VALUATION	
General	\$.38
General Obligation Bonds	<u>.00</u>
TOTAL TAX RATES PER \$100 OF ASSESSED VALUATION	<u>\$.38</u>

The legal debt margin at March 31, 1992 was computed as follows:

	<u>Ordinary (1)</u>	<u>Additional (2)</u>	<u>Total</u>
Constitutional debt limit	\$ 4,730,758	\$ 4,730,758	\$ 9,461,516
General obligation bonds payable	<u>900,000</u>	<u>--</u>	<u>900,000</u>
Local debt margin	<u>\$ 3,830,758</u>	<u>\$ 4,730,758</u>	<u>\$ 8,561,516</u>

(1) Under Article VI, Section 26(b) and (c), Missouri Constitution, the city, by a vote of two-thirds of its qualified electors voting therein, may incur an indebtedness for any purpose authorized in the charter of the city or by any general law of the State of Missouri. The borrowings authorized by this section shall not exceed ten percent of the value of the taxable tangible property in the city.

(2) Under Article VI, Section 26(d) and (e), Missouri Constitution, the city, by a vote of two-thirds of its qualified electors voting therein, may become indebted not exceeding in the aggregate an additional ten percent 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

construction waterworks, electric or other light plants, provided that the total obligation indebtedness of the city does not exceed twenty percent of the total value of the taxable tangible property of the city.

NOTE G - SELF-INSURANCE

The City effective April 1, 1989 engaged the services of Employee Benefit Administrators to provide self-insurance administration for health insurance for City employees and their dependents. The employee pays the first \$200 per year and 20% of costs for claims up to \$2,500. The City pays 80% of claims up to \$2,500 and 100% of claims from \$2,500 to \$20,000. An insurance policy provides payment on all claims in excess of \$20,000.

The accounts of this agency fund are recorded in the fiduciary fund.

NOTE H - PRIOR PERIOD ADJUSTMENTS

During the fiscal year ended March 31, 1992 \$110,219 was recorded as transfers in (out) on the sewer operation in the Enterprise fund. The \$110,219 is the result of grants from the Missouri Department of National Resources and should have been recorded as contributed capital.

SUPPLEMENTARY INFORMATION

CITY OF MONETT, MISSOURI
 STATEMENT OF REVENUES COLLECTED AND EXPENDITURES PAID - CASH BASIS
 GENERAL FUND - NON-DEPARTMENTAL
 FOR YEAR ENDED MARCH 31, 1993

NON-DEPARTMENTAL

Revenues

General property taxes	\$ 180,710
Sales and use tax	715,612
Penalties	709
Utility franchises	138,519
Business licenses and permits	6,939
Intangible tax	27,695
Miscellaneous	2,140
Interest income	<u>457,782</u>
Total revenues	<u>1,530,106</u>

Expenditures

Salaries	129,979
Social security and unemployment taxes	9,944
Health insurance and expense	26,887
Retirement	15,061
Travel	1,417
Workman's compensation	1,465
Professional and consulting services	12,977
Telephone	2,037
Other fees and personal services	2,532
Insurance	13,000
Utilities	946
- electric	5,234
- water	123
Repairs and maintenance	
- office equipment	16,648
- buildings	1,357
Election Expense	1,253
Postage	1,535
Miscellaneous	15,053
Supplies	
-office	5,056
- building	1,331
Capital outlay	<u>4,533</u>
Total expenditures	268,368

Transfers in (out) (789,980)

Excess of revenues over
 (under) expenditures and
 other uses \$ 471,758

CITY OF MONETT, MISSOURI
 STATEMENT OF REVENUES COLLECTED AND EXPENDITURES PAID - CASH BASIS
 GENERAL FUND - POLICE DEPARTMENT
 FOR YEAR ENDED MARCH 31, 1993

POLICE DEPARTMENT

Revenues

Court fines	\$ 50,171
Other charges	15,695
911 income	<u>49,032</u>
Total revenues	<u>114,898</u>

Expenditures

Salaries	467,653
Social security and unemployment taxes	35,908
Health insurance and expense	74,580
Retirement	55,157
Workman's compensation	14,281
Training and education	4,349
Telephone	5,641
Travel	289
Utilities	2,815
Repairs and maintenance - vehicles	6,924
Dry cleaning	10,934
Care of prisoners	746
Supplies	
- office	3,360
- general	5,352
Radio	9,077
Computer	1,998
Insurance	25,114
Civil defense	26,485
Dog catcher	3,259
Gas and oil	12,547
Miscellaneous	9,714
Capital outlay	90,504
911 expense	8,291
Professional fees	<u>12,693</u>
Total expenditures	<u>887,671</u>

Excess of revenues over
 (under) expenditures and
 other uses

\$ (772,773)

CITY OF MONETT, MISSOURI
 STATEMENT OF REVENUES COLLECTED AND EXPENDITURES PAID - CASH BASIS
 GENERAL FUND - FIRE DEPARTMENT
 FOR YEAR ENDED MARCH 31, 1993

FIRE DEPARTMENT

Revenues

Other public safety charges	\$ 87
Total revenues	87

Expenditures

Salaries	225,238
Social security and unemployment taxes	17,231
Health insurance and expense	42,501
Retirement	26,692
Workman's compensation	5,324
Telephone	1,991
Insurance	4,764
Travel	1,282
Utilities	
- gas	275
- electric	262
Repairs and maintenance	
- equipment	7,133
- vehicles	7,940
Supplies	
- office	739
- genera	16,141
Training and education	2,571
Laundry	959
Rent	3,100
Radio	4,251
Miscellaneous	3,145
Gas and oil	1,859
Capital outlay	13,048
Total expenditures	376,446

Excess of revenues over (under) expenditures	\$ (376,359)
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CITY OF MONETT, MISSOURI
 STATEMENT OF REVENUES COLLECTED AND EXPENDITURES PAID - CASH BASIS
 GENERAL FUND - STREET DEPARTMENT
 FOR YEAR ENDED MARCH 31, 1993

STREET DEPARTMENT

Revenues

Motor fuel	
tax distribution	\$ 120,585
Motor sales tax	51,899
Intergovernmental revenue	50,251
Miscellaneous	1,133
Street, sidewalk and curb repairs	<u>1,655</u>
Total revenues	<u>225,523</u>

Expenditures

Salaries	105,317
Social security and unemployment	8,096
Health insurance and expense	32,668
Retirement	11,076
Workman's compensation	7,784
Telephone	401
Insurance	10,892
Utilities	
- gas	1,104
- electric	300
- water	56
Repairs and maintenance	
- equipment	14,057
- building	966
Supplies	5,381
Gas and oil (equipment)	14,299
Radio	781
Miscellaneous	1,913
Material (construction)	373,022
Traffic and street lights	38,073
Capital outlay	275,806
Professional fees	<u>1,322</u>
Total expenditures	<u>903,314</u>

Transfer to bond principle (270,435)

Excess of revenues over (under) expenditures \$ (948,226)

CITY OF MONETT, MISSOURI
 STATEMENTS OF REVENUES COLLECTED AND EXPENDITURES PAID -CASH BASIS
 GENERAL FUND - AIRPORT AND SANITATION DEPARTMENTS
 FOR YEAR ENDED MARCH 31, 1993

AIRPORT

Revenues

Airport rent received	\$ 13,618
Total revenues	13,618

Expenditures

Repairs and maintenance - building	719
Repairs and maintenane - runaway	3,675
Supplies	346
Insurance	3,812
Capital outlay	33,164
Miscellaneous	1,176
Professional fees	8,048
Electricity	1,941
Total expenditures	52,881

Excess of revenues over (under) expenditures	\$ (39,263)
---	-------------

SANITATION DEPARTMENT

Revenues

Sanitation charges	\$ 139,904
Other receipts	2,224
Total revenues	142,128

Expenditures

Salaries	135,792
Health insurance and expense	25,422
Retirement	15,986
Social security and unemployment taxes	10,422
Workman's compensation	23,687
Utilities	57
Insurance	4,638
Repairs and maintenance	
- trucks	6,561
- equipment	5,626
Gas and oil	
- trucks	5,149
Radio	287
Miscellaneous	591
Recycling expense	4,503
Supplies	
- office	249
- operating	2,053
Postage	1,688
Street Sweeper Expense	20,725
Capital Outlay	1,898
Landfill	37,239
Total expenditures	302,573

Excess of revenues over (under) expenditures	\$ (160,445)
--	--------------

CITY OF MONETT, MISSOURI
 STATEMENTS OF REVENUES COLLECTED-EXPENDITURES PAID CASH BASIS
 GENERAL FUND - BUILDING OFFICIAL AND CODE ADMINISTRATORS DEPARTMENT
 FOR YEAR ENDED MARCH 31, 1993

BUILDING OFFICIAL AND CODE ADMINISTRATORS

Revenues

Sale of services	\$ 5,914
Other receipts	<u>3,444</u>
Total revenues	<u>9,358</u>

Expenditures

Salaries	18,892
Social security and unemployment taxes	1,445
Workmens compensation	2,663
Retirement	2,688
Health Insurance and expense	567
Construction contracts	3,844
Office supplies	540
Utilities	789
Insurance	187
Telephone	998
Postage	359
Vehicle expense	504
Operating supplies	326
Professional and consulting	2,099
Travel	30
Miscellaneous	1,228
Capital outlay	<u>194</u>
Total expenditures	<u>37,353</u>

Excess of revenues over (under) expenditures \$ (27,995)

CITY OF MONETT, MISSOURI
STATEMENT OF REVENUES COLLECTED AND EXPENDITURES PAID - CASH BASIS
GENERAL FUND - DEPARTMENT TOTALS
FOR YEAR ENDED MARCH 31, 1993

GENERAL FUND - DEPARTMENT TOTALS

Revenues

Non-departmental	\$ 1,530,106
Police department	114,898
Fire department	87
Street department	225,523
Airport	13,618
Sanitation department	142,128
Building official & code administrators dept.	<u>9,358</u>
Total revenues	<u>2,035,718</u>

Expenditures

Non-departmental	268,368
Police department	887,671
Fire department	376,446
Street department	903,314
Airport	52,881
Sanitation department	302,573
Building official & code administrators dept.	<u>37,353</u>
Total expenditures	<u>2,828,606</u>

Transfers in (out) (1,060,415)

Excess of revenues over (under)
expenditures and other uses \$ (1,853,303)

CITY OF MONETT, MISSOURI
 STATEMENT OF REVENUES COLLECTED AND EXPENDITURES - CASH BASIS
 SPECIAL REVENUE FUND - PARK DEPARTMENT
 FOR YEAR ENDED MARCH 31, 1993

PARK DEPARTMENT

Revenues

Golf	
- Green fees	\$ 104,672
- Cart rentals	9,378
- Equipment use	22,226
Swimming pool fees	11,721
Casino rentals	13,699
Sale of cemetery lots and grave openings	14,286
Recreation use fees	29,590
Other receipts	<u>10,649</u>
Total revenues	<u>216,221</u>

Expenditures

Salaries - park	113,239
- golf	87,058
- cemetery	53,327
- pool	17,222
- recreation center	45,956
Social security and unemployment taxes	25,845
Health insurance and expense	46,840
Retirement	21,642
Insurance/bonds	7,805
Workman's compensation	10,838
Telephone - park, cemetery, pool & recreation	1,490
- golf	599
Utilities - park & recreation	12,244
- golf	3,882
- cemetery	1,215
- pool	16,786
Repairs and maint. - park, golf & recreation	8,003
- pool	5,516
autos and trucks	1,133
- equipment	13,248
Supplies - park & recreation center	15,659
- golf	9,251
- cemetery	1,698
- pool	9,246
Gas and oil - trucks	2,435
equipment	5,335
Rent	5,264
Miscellaneous -	28,192
Construction contracts	16,877
Capital outlay - park, pool & recreation	367,670
- golf	31,222
- cemetery	<u>29,599</u>
Total expenditures	<u>1,006,336</u>

Excess of revenues over (under)	
expenditures before transfers	(790,115)
Other financial sources	
Transfers in	<u>789,980</u>
Total other sources	<u>789,980</u>
Excess of revenues and transfers over	
(under) expenditures	<u>\$ (135)</u>

CITY OF MONETT, MISSOURI
 COMBINING STATEMENT OF ASSETS, LIABILITIES AND RETAINED EARNINGS
 PROPRIETARY FUND
 MARCH 31, 1993

	<u>WATER OPERATIONS</u>	<u>ELECTRIC OPERATIONS</u>	<u>SEWER OPERATIONS</u>	<u>TOTAL</u>
ASSETS				
Cash	\$(522,965)	\$14,655,372	\$ (325,037)	\$13,807,370
Investments	--	--	300,000	300,000
Accounts receivable	51,270	633,362	58,257	742,889
Due from revolving fund	--	--	503,845	503,845
Accrued interest receivable	--	--	5,151	5,151
Sewer bond reserve	--	--	124,000	124,000
Restricted cash	--	--	1,224,626	1,224,626
Property, plant and equipment (net)	2,646,953	1,121,153	4,546,971	8,315,077
Construction in progress	--	--	4,082,136	4,082,136
Total Assets	<u>\$2,175,258</u>	<u>\$16,409,887</u>	<u>\$10,519,949</u>	<u>\$29,105,094</u>
LIABILITIES AND RETAINED EARNINGS				
Liabilities				
Accounts payable	\$ 34,294	\$ 446,392	\$ 138,025	\$ 618,711
Due to other funds	5,300	7,117	6,021	18,438
Customer deposits	29,209	123,661	--	152,870
Sewer Bonds payable	--	--	2,410,000	2,410,000
Contributed capital	--	--	2,502,679	2,502,679
Retained earnings	<u>2,106,455</u>	<u>15,832,717</u>	<u>5,463,224</u>	<u>23,402,396</u>
Total Liabilities and Retained Earnings	<u>\$2,175,258</u>	<u>\$16,409,887</u>	<u>\$10,519,949</u>	<u>\$29,105,094</u>

CITY OF MONETT, MISSOURI
 COMBINING STATEMENT OF REVENUES AND EXPENSES
 PROPRIETARY FUNDS
 FOR YEAR ENDED MARCH 31, 1993

	<u>WATER OPERATIONS</u>	<u>ELECTRIC OPERATIONS</u>	<u>SEWER OPERATIONS</u>	<u>TOTAL</u>
Operating revenues				
Charges for services	\$ 651,116	\$7,435,190	\$ 759,226	\$8,845,532
Tap-in charges	2,425	--	390	2,815
Sale of supply	15,710	3,897	--	19,607
Penalties	4,564	24,552	1,870	30,986
Miscellaneous charges	13,493	4,387	8,512	26,392
Total revenues	<u>687,308</u>	<u>7,468,026</u>	<u>769,998</u>	<u>8,925,332</u>
Operating expenses				
Electric purchases	--	4,676,519	--	4,676,519
Salaries	194,116	242,598	180,454	617,168
Health insurance and expenses	16,201	26,503	16,753	59,457
Retirement	21,048	29,616	23,179	73,843
Workman's compensation	7,305	5,117	8,179	20,601
Social security and unemployment taxes	14,870	19,334	14,745	48,949
Bad debt	--	26,375	--	26,375
Utilities				
- electric	136,448	--	59,353	195,801
- gas	491	621	12,883	13,995
Repairs and maintenance				
- autos and trucks	1,861	10,519	1,445	13,825
- equipment	50,517	16,802	115,257	182,576
- building	28,552	6,269	600	35,421
Postage and freight	2,611	2,249	2,770	7,630
Telephone	663	1,638	1,448	3,749
Office supplies	1,612	2,590	708	4,910
Gas and oil - trucks	6,494	7,956	7,788	22,238
- equipment	1,127	239	5,892	7,258
Professional fees	624	2,416	36,023	39,063
Supplies	83,664	133,625	33,731	251,020
Insurance	13,280	25,718	33,435	72,433
Travel	346	3,569	336	4,251
Depreciation	123,925	155,848	248,990	528,763
Miscellaneous	12,281	36,536	1,794	50,611
Bond fees	--	--	19,139	19,139
PCB expense	--	2,646	--	2,646
Total operating expenses	<u>718,036</u>	<u>5,435,303</u>	<u>824,902</u>	<u>6,978,241</u>
Operating income	(30,728)	2,032,723	(54,904)	1,947,091
Non-operating revenues (expenses)				
Interest income	2,644	--	57,913	60,557
Interest expense	--	--	(123,674)	(123,674)
Rental income	--	6,578	--	6,578
Total non-operating revenue	<u>2,644</u>	<u>6,578</u>	<u>(65,761)</u>	<u>(56,539)</u>
Income before transfers	(28,084)	2,039,301	(120,665)	1,890,552
Transfers in (out)	7,864	653	72,969	81,486
Net Income (Loss)	<u>\$ (20,220)</u>	<u>\$2,039,954</u>	<u>\$ (47,696)</u>	<u>\$1,972,038</u>

CITY OF MONETT, MISSOURI
 COMBINING STATEMENT OF CASH FLOWS
 PROPRIETARY FUND
 FOR YEAR ENDED MARCH 31, 1993

	<u>WATER OPERATIONS</u>	<u>ELECTRIC OPERATIONS</u>	<u>SEWER OPERATIONS</u>	<u>TOTAL</u>
Cash flows from operating activities				
Net income (loss)	\$ (20,220)	\$ 2,039,954	\$ (47,697)	\$ 1,972,038
Adjustments to reconcile net income to net cash provided by operating activities				
Depreciation	123,925	155,848	248,990	528,763
Dec in investments			827,931	827,931
Inc in accounts receivable	6,128	(51,017)	(495,593)	(540,482)
Dec in accrued interest	--	--	15,645	15,645
Inc in construction in prog.	--	--	(2,820,450)	(2,820,450)
Inc in accounts payable	8,562	95,294	(10,332)	93,524
Inc in due to other funds	--	4,874	(4,874)	--
Inc in restricted assets	--	--	(1,224,626)	(1,224,626)
Inc in customer deposits	832	11,522	--	12,354
Inc in bonds payable	--	--	1,165,000	1,165,000
Net cash provided by operating activities	119,227	2,256,475	(2,346,006)	29,697
Cash used from capital activities				
Payments for capital acquisition	(545,895)	(112,666)	(72,155)	(730,716)
Net cash from capital activities	(545,895)	(112,666)	(72,155)	(730,716)
Cash flows from investing activities				
contributed capital from EPA and DNR grants	--	--	1,907,490	1,907,490
Prior period adjustment	--	--	110,218	110,218
Net cash from investing activities	--	--	2,017,708	2,017,708
Net Cash Increase (Decrease)	(426,668)	2,143,809	(400,453)	1,316,689
Cash at beginning of year	(96,297)	12,511,564	75,414	12,490,681
Cash at end of year	<u>\$(522,965)</u>	<u>\$14,655,372</u>	<u>\$ (325,037)</u>	<u>\$13,807,370</u>

CITY OF MONETT, MISSOURI
 COMBINING BALANCE SHEET
 FIDUCIARY FUNDS
 MARCH 31, 1993

AGENCY FUNDS

	<u>Payroll</u> <u>Escrow</u>	<u>Health</u> <u>Self-Insurance</u>	<u>Total</u>
ASSETS			
Cash	\$ 9,987	\$ 21,364	\$ 31,351
Total Assets	<u>\$ 9,987</u>	<u>\$ 21,364</u>	<u>\$ 31,351</u>
LIABILITIES			
Due to employees	\$ 9,987	\$ --	\$ 9,987
Due to employees from self-insurance	--	<u>21,364</u>	<u>21,364</u>
Total Liabilities	<u>\$ 9,987</u>	<u>\$ 21,364</u>	<u>\$ 31,351</u>

CITY OF MONETT
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 PAYROLL AGENCY FUND
 FOR YEAR ENDED MARCH 31, 1993

	Balance 4-1-92	Additions	Deductions	Balance 3-31-93
Assets				
Cash	<u>\$ 9,421</u>	<u>\$2,143,196</u>	<u>\$2,142,630</u>	<u>\$ 9,987</u>
Total Assets	<u>\$ 9,421</u>	<u>\$2,143,196</u>	<u>\$2,142,630</u>	<u>\$ 9,987</u>
Liabilities				
Due to employees	<u>\$ 9,421</u>	<u>\$2,143,196</u>	<u>\$2,142,630</u>	<u>\$ 9,987</u>
Total Liabilities	<u>\$ 9,421</u>	<u>\$2,143,196</u>	<u>\$2,142,630</u>	<u>\$ 9,987</u>

CITY OF MONETT
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 HEALTH SELF-INSURANCE AGENCY FUND
 FOR YEAR ENDED MARCH 31, 1993

	Balance 4-1-92	Additions	Deductions	Balance 3-31-93
Assets				
Cash	<u>\$ 43,752</u>	<u>\$ 431,761</u>	<u>\$ 454,149</u>	<u>\$ 21,364</u>
Total Assets	<u>\$ 43,752</u>	<u>\$ 431,761</u>	<u>\$ 454,149</u>	<u>\$ 21,364</u>
Liabilities				
Due to	<u>\$ 43,752</u>	<u>\$ 431,761</u>	<u>\$ 454,149</u>	<u>\$ 21,364</u>
Total Liabilities	<u>\$ 43,752</u>	<u>\$ 431,761</u>	<u>\$ 454,149</u>	<u>\$ 21,364</u>

CITY OF MONETT
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR YEAR ENDED MARCH 31, 1993

	Balance 4-1-92	Additions	Deductions	Balance 3-31-93
Assets				
Cash	<u>\$ 53,172</u>	<u>\$2,574,957</u>	<u>\$2,596,779</u>	<u>\$ 31,351</u>
Total Assets	<u>\$ 53,172</u>	<u>\$2,574,957</u>	<u>\$2,596,779</u>	<u>\$ 31,351</u>
Liabilities				
Due to employees	<u>\$ 9,421</u>	<u>\$2,143,196</u>	<u>\$2,142,630</u>	<u>\$ 9,987</u>
from self-insurance	<u>43,751</u>	<u>431,761</u>	<u>454,149</u>	<u>21,364</u>
Total Liabilities	<u>\$ 53,172</u>	<u>\$2,574,957</u>	<u>\$2,596,779</u>	<u>\$ 31,351</u>

CITY OF MONETT, MISSOURI
 SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
 (By Function and Activity)
 FOR YEAR ENDED MARCH 31, 1993

Function and Activity	Balance April 1, 1992	Additions	Deductions	Balance March 31, 1993
General government				
Buildings	\$ 106,198	--	--	\$ 106,198
Administration	<u>287,225</u>	<u>--</u>	<u>--</u>	<u>287,225</u>
Total Gen. Govt.	393,423	--	--	393,423
Public safety				
Police	395,279	114,116	--	509,395
Fire	<u>448,305</u>	<u>13,049</u>	<u>--</u>	<u>461,354</u>
Total public safety	843,584	127,165	--	970,749
Street	5,561,417	255,918	--	5,817,335
Airport	776,814	33,164	--	809,978
Sanitation	223,383	--	--	223,383
Recreation	<u>1,206,172</u>	<u>428,490</u>	<u>--</u>	<u>1,634,662</u>
Total general fixed assets allocated to functions and activities	<u>\$9,004,793</u>	<u>\$ 844,737</u>	<u>\$ --</u>	<u>\$9,849,530</u>

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
BASED ON AN AUDIT OF GENERAL PURPOSE OR BASIC FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Honorable Mayor H.C. Beckwith
Red Sharver, and Rex Lane, Councilmen
Monett, Missouri

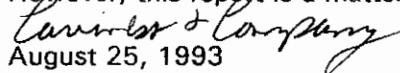
We have audited the general purpose financial statements of the City of Monett, Missouri as of and for the year ended March 31, 1993, and have issued our report thereon dated August 25, 1993.

We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards issued by the Comptroller General of the United States, and provisions of Management and Budget Circular A-128, "Audits of State and Local Government." Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the City of Monett, Missouri is the responsibility of the City's management. As part of obtaining reasonable assurance about whether the general purpose financial statements are free of material misstatement, we performed tests of the City's compliance with certain provisions of laws, regulations, contracts and grants. However, the objective of our audit of the financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests indicate that, with respect to the items tested, the City of Monett, Missouri, complied, in all material respects, with the provisions referred to in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the City had not complied, in all material respects, with those provisions.

This report is intended for the information of the City Council of the City of Monett, Management, Environmental Protection Agency, The Cognizant Federal Audit Agency, and other audit agencies. However, this report is a matter of public record and its distribution is not limited.


August 25, 1993
Monett, Missouri

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
WITH THE GENERAL REQUIREMENTS APPLICABLE TO
FEDERAL FINANCIAL ASSISTANCE PROGRAMS

Honorably Mayor H.C. Beckwith
Red Sharver, and Rex Lane, Councilmen
Monett, Missouri

We have audited the financial statements of City of Monett, Missouri for the year ended March 31, 1993, and have issued our report thereon dated August 25, 1993.

We have applied procedures to test City of Monett, Missouri, compliance with the following requirements applicable to its federal financial assistance programs, which are identified in the schedule of federal financial assistance, for the year ended March 31, 1993: political activity, Davis-Bacon Act, civil rights, cash management, federal financial reports, allowable costs/cost principles, Drug-free Workplace Act, or administrative requirements.

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's "Compliance Supplement for Single audits of State and Local Governments." Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on City of Monett, Missouri, compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the second paragraph of this report. With respect to items not tested, there is more than a relatively low risk that the City of Monett, Missouri had not complied, in all material respects, with those requirements.

This report is intended for the information of the City Council of the city of Monett, Management, Environmental Protection Agency, the Cognizant Federal Audit Agency, and other audit agencies. However, this report is a matter of public record and its distribution is not limited.

Caviness & Company

August 25, 1993
Monett, Missouri

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' OPINION ON COMPLIANCE WITH
SPECIFIC REQUIREMENTS APPLICABLE TO MAJOR FEDERAL
FINANCIAL ASSISTANCE PROGRAMS

Honorable Mayor H.C. Beckwith
Red Sharver, and Rex Lane, Councilmen
Monett, Missouri

We have also audited the financial statements of the City of Monett, Missouri, as of and for the year ended March 31, 1993, and have issued our report thereon dated August 25, 1993.

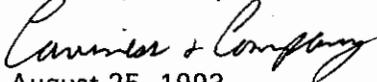
We have also audited the City of Monett, Missouri compliance with the requirements governing eligibility; types of costs allowed or unallowed; claims for advances and reimbursements; reporting; matching level of effort; that are applicable to each of its major federal financial assistance programs, which are identified in the accompanying schedule of federal financial assistance, for the twelve months ended March 31, 1993. The management of the City of Monett, Missouri is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and Office of Management and Budget Circular A-128, "Audits of State and Local Governments." Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining on a test basis, evidence about the City's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures did not disclose any immaterial instances of noncompliance with the requirements referred to above.

In our opinion, the City of Monett, Missouri complied, in all material respects, with the requirements described in paragraph one that are applicable to each of its major federal financial assistance programs for the year ended March 31, 1993.

This report is intended for the information of the City Council of the City of Monett, Management, Environmental Protection Agency, the Cognizant Federal Audit Agency, and other audit agencies. However, this report is a matter of public record and its distribution is not limited.



August 25, 1993
Monett, Missouri

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
STRUCTURE BASED ON AN AUDIT OF GENERAL PURPOSE
OR BASIC FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS

Honorable Mayor, H.C. Beckwith
Red Sharver, and Rex Lane, Councilmen
Monett, Missouri

We have audited the general purpose financial statements of the City of Monett, Missouri as of and for the year ended March 31, 1993, and have issued our report thereon dated August 25, 1993.

We have conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-128, "Audits of State and Local Governments." Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

In planning and performing our audit of the general purpose financial statements of the City of Monett, Missouri for the year ended March 31, 1992, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control structure.

The management of the City of Monett, Missouri is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For purpose of this report, we have classified the significant internal control structure policies and procedures in the following categories:

Activity Cycles

Treasury of Financing
Revenues/accounts receivable/cash receipts
Purchases/accounts payable/cash disbursements
Payroll/personnel
External financial reporting

Financial Statement Captions

Cash and cash equivalents
Receivables
Property and equipment
Payables and accrued liabilities
Debt
Surplus and fund balances

Accounting Applications

Billings	Cash disbursements
Receivables	Payroll
Cash receipts	Property and equipment
Purchasing and receiving	General ledger
Accounts payable	

Controls Used in Administering Compliance With Laws and Regulations

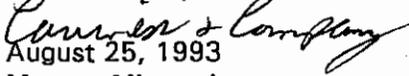
General controls:	
Political Activity	Davis-Bacon Act
Civil Rights	Cash Management
Drug-Free Workplace Act	Federal financial reports

Specific controls:	
Eligibility	Compliance with EPA regulations
Cost Allowed or Unallowed	Comparability
Matching, Level of Effort	Cost Allocation
Reporting	

For all of the control categories listed above, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk. The purpose of our consideration of the internal control structure was to determine the nature, timing, and extent of the auditing procedures necessary for expressing an opinion on the general purpose financial statements.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above.

This report is intended solely for the information and use of the City Council of the City of Monett, management, Environmental Protection Agency, the cognizant federal audit agency and other audit agencies. However, this report is a matter of public record and its distribution is not limited.


August 25, 1993
Monett, Missouri

CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT ON THE INTERNAL
CONTROL STRUCTURE USED IN ADMINISTERING
FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

Honorable Mayor H.C. Beckwith
Red Sharver and Rex Lane, Councilmen
Monett, Missouri

We have audited the general purpose financial statements of City of Monett, Missouri, for the year ended March 31, 1993, and have issued our report thereon dated August 25, 1993. We have also audited City of Monett, Missouri's compliance with requirements applicable to major federal financial assistance programs and have issued our report thereon dated August 25, 1993.

We conducted our audits in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; and Office of Management and Budget (OMB) Circular A-128, "Audits of State and Local Governments." Those standards and OMB circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement and whether City of Monett, Missouri, complied with laws and regulations, noncompliance with which would be material to a major federal financial assistance program.

In planning and performing our audits for the year ended March 31, 1993, we considered the City's internal control structure in order to determine our auditing procedures for the purpose of expressing our opinions on the City's general purpose financial statements and on its compliance with requirements applicable to major programs and not to provide assurance on the internal control structure. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal financial assistance programs. We have addressed policies and procedures relevant to our audit of the general purpose financial statements in a separate report dated August 25, 1993.

The management of City of Monett, Missouri, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute assurance that assets are safeguarded against loss from unauthorized use of disposition, that transactions are executed in accordance with managements authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles, and that federal financial assistance programs are managed in compliance with applicable law and regulations. Because of inherent limitations in any internal control structure, errors, irregularities, or instances of noncompliance may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subjected to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For purpose of this report, we have classified the significant internal control structure policies and procedures in the following categories:

Activity Cycles

Revenues/accounts receivable/cash receipts
Purchases/accounts payable/cash disbursements
Payroll
External financial reporting

Financial Statement Captions

Cash and cash equivalents
Receivables
Property and equipment
Payables and accrued liabilities
Debt
Surplus and fund balances

Accounting Applications

Receivables	Cash disbursements
Cash receipts	Payroll
Purchasing and receiving	Property and equipment
Accounts payable	General ledger

Controls Used in Administering Compliance With Laws and Regulations

General controls:	Davis-Bacon Act
Political Activity	Cash Management
Civil Rights	Federal financial reports
	Drug-Free Workplace Act

Specific controls:

Eligibility	Compliance with EPA regulations
Cost Allowed or Unallowed	Comparability
Matching, Level of Effort	Cost Allocation
Reporting	
Special Requirements, if any	

For all of the internal control structure categories listed above, we obtained an understanding of the design of relevant policies and procedures and determined whether they have been placed in operation, and we assessed control risk.

During the year ended March 31, 1993, City of Monett, Missouri expended 100% of its total federal financial assistance under major federal financial assistance programs.

We performed tests of controls, as required by OMB Circular A-128, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for advances and reimbursements and amounts claimed or used for matching that are applicable to each of the city's major federal financial assistance programs, which are identified in the accompanying schedule of federal financial assistance. Our procedures were less in scope that would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards issued by the American Institute of Certified Public Accountants. A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a federal financial assistance program may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, we believe the reportable conditions described above are material weaknesses.

This report is intended for the information of the City Council of the City of Monett, Management, Environmental Protection Agency, the Cognizant Federal Audit Agency and other audit agencies. However, this report is a matter of public record and its distribution is not limited.

Quinn & Company
August 25, 1993
Monett, Missouri

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT ON
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE

Honorable Mayor H.C. Beckwith
Red Sharver, and Rex Lane, Councilmen
Monett, Missouri

We have audited the general purpose financial statements of the City of Monett for the year ended March 31, 1993, and have issued our report thereon dated August 25, 1993. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards; and Government Auditing Standards issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-128, "Audits of State and Local governments." Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements of the City of Monett, Missouri, taken as a whole. The accompanying schedule of federal financial assistance is presented for purposes of additional analysis and is not a required part of the general purpose financial statements. The information in that schedule has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented, in all material respects in relation to the general purpose financial statements taken as whole.



August 25, 1993
Monett, Missouri

CITY OF MONETT, MISSOURI
 SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
 MARCH 31, 1993

<u>Federal Grantor/ Program Title</u>	<u>CFDA NO.</u>	<u>Program or Award Amount</u>	<u>Receipts</u>	<u>Expenditures</u>
Environmental Protection Agency:				
Construction Grants for Wastewater Treatment Works (Major Program)	66.418	\$2,312,410	\$1,419,715	\$1,419,715
Capitalization Grants for State Revolving Funds (Nonmajor Program)	66.458	<u>97,243</u>	<u>97,243</u>	<u>0</u>
Total EPA		<u>\$2,409,653</u>	<u>\$1,516,958</u>	<u>\$1,419,715</u>

CITY OF MONETT, MISSOURI
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
MARCH 31, 1993

There were no findings or questioned costs.

CITY OF MONETT, MISSOURI
SCHEDULE OF PRIOR YEAR FINDINGS
MARCH 31, 1993

EPA, CONSTRUCTION GRANTS FOR WASTEWATER TREATMENT WORKS

Finding 1: Drug-Free Workplace Act

The City has not certified that it will provide a drug-free workplace. Making this certification is a precondition for receiving a grant from a Federal Agency.

Status: The city has certified it will provide a drug-free workplace and employees have signed acknowledgements in the files.

ALL FUNDS

Finding 2: Lack of Segregation of Duties:

There is not adequate segregation of duties. The City Clerk collects grant monies, opens mail, prepares general disbursements, prepares payroll disbursements, records general journal entries and has custody of cash and investments.

Status: Some segregation of duties have occurred.