

REQUIRED SUPPLEMENTARY INFORMATION

**CITY OF MONETT, MISSOURI
NOTES TO BUDGETARY COMPARISON SCHEDULES
MARCH 31, 2007**

Budgets and Budgetary Accounting

The City utilizes the following procedures in establishing the budgetary data reflected in the financial statements:

1. All departments of the City of Monett, Missouri, are required to submit requests for appropriation to the City's Director of Finance in January each year. The Director of Finance uses these requests as the starting point for developing a proposed budget.
2. The Director of Finance presents a proposed budget to the City Council for review prior to March 10th.
3. The City Council is required to hold public hearings on the proposed budget and to adopt a final budget by no later than March 31, the close of the City of Monett, Missouri's fiscal year.
4. Prior to April 1, ordinances are passed by City Council which provide for legally adopted budgets in the City's General and Special Revenue Funds. Plans approved for Capital Projects, Debt Service and Proprietary Fund types provide operating guidance subject to actual activity during the fiscal year.
5. The City operates on a program performance budget system, with legally adopted budgets prepared by fund, program, and department. The legal level of budgetary control is at the department level. The City's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of City Council.
6. Formal budgetary integration is employed as a management control device in the General and Special Revenue Funds.
7. Budgets for the General and Special Revenue Funds are adopted on a basis consistent with GAAP.

See accompanying notes to the financial statements.

**CITY OF MONETT, MISSOURI
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE,
BUDGET AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED MARCH 31, 2007**

Functions/Programs	Budgeted Amount		March 31, 2007	Variance With
	Original	Final	Actual Amounts	Final Budget Positive (Negative)
Revenues				
Business license and permits	\$ 47,200	\$ 36,557	\$ 36,557	\$ -
Federal and state grants	160,000	74,090	74,090	-
Fines and forfeitures	104,800	134,567	134,567	-
Franchise fees	238,000	272,905	272,905	-
Sales tax	2,576,000	2,452,290	2,452,290	-
Interest income	10,000	49,922	49,922	-
Intergovernmental	-	-	-	-
Other revenue	297,600	343,320	343,320	-
Other taxes and assessments	33,000	32,210	32,210	-
Payments in Lieu of Taxes (PILOTS)	1,835,400	1,925,804	1,925,804	-
Rental revenue	221,600	246,890	246,890	-
Total revenues	<u>5,523,600</u>	<u>5,568,555</u>	<u>5,568,555</u>	<u>-</u>
Expenditures				
Salaries	2,809,700	2,810,212	2,810,212	-
Payroll taxes	212,700	206,707	206,707	-
Community development block grant	-	-	-	-
Computer	19,500	32,097	32,097	-
Education and travel	30,500	35,452	35,452	-
Election	2,000	3,204	3,204	-
Health and life insurance	340,800	353,572	353,572	-
Insurance	48,800	82,051	82,051	-
Miscellaneous	51,028	8,514	8,514	-
Professional and consulting service	153,300	241,115	241,115	-
Repairs and maintenance	928,700	898,725	898,725	-
Retirement	312,700	306,082	306,082	-
Supplies	169,219	216,606	216,606	-
Telephone	29,400	32,662	32,662	-
Utilities	19,600	26,926	26,926	-
Workman's compensation	107,000	113,763	113,763	-
Capital outlay	476,200	489,317	489,317	-
Debt service - principal	287,100	226,057	226,057	-
Debt service - interest	83,200	42,209	42,209	-
Total expenditures	<u>6,081,447</u>	<u>6,125,271</u>	<u>6,125,271</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(557,847)	(556,716)	(556,716)	-
Other financing sources (uses)				
Due from (to) other funds	-	-	-	-
Proceeds from Financing	-	3,000,000	3,000,000	-
Transfers	600,000	200,000	200,000	-
Revenues and other sources over (under) expenditures and other uses	<u>\$ 42,153</u>	<u>\$ 2,643,284</u>	<u>\$ 2,643,284</u>	<u>\$ -</u>

See accompanying notes to the financial statements.

**CITY OF MONETT, MISSOURI
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE,
BUDGET AND ACTUAL
E-911 FUND
FOR THE FISCAL YEAR ENDED MARCH 31, 2007**

Functions/Programs	Budgeted Amount		March 31, 2007	Variance With
	Original	Final	Actual Amounts	Final Budget Positive (Negative)
Revenues				
Business license and permits	\$ -	\$ -	\$ -	\$ -
Federal and state grants	-	-	-	-
Fines and forfeitures	-	-	-	-
Franchise fees	-	-	-	-
Sales tax	-	-	-	-
Interest income	-	-	-	-
Intergovernmental	-	-	-	-
Other revenue	104,500	104,293	104,293	-
Other taxes and assessments	-	-	-	-
Payments in Lieu of Taxes (PILOTS)	-	-	-	-
Rental revenue	-	-	-	-
Total revenues	<u>104,500</u>	<u>104,293</u>	<u>104,293</u>	<u>-</u>
Expenditures				
Salaries	36,700	39,650	39,650	-
Payroll taxes	2,800	3,005	3,005	-
Community development block grant	-	-	-	-
Computer	1,900	6,853	6,853	-
Education and travel	2,000	2,049	2,049	-
Election	-	-	-	-
Health and life insurance	4,500	7,307	7,307	-
Insurance	500	374	374	-
Miscellaneous	100	75	75	-
Professional and consulting service	-	1,046	1,046	-
Repairs and maintenance	-	-	-	-
Retirement	4,300	4,718	4,718	-
Supplies	300	491	491	-
Telephone	25,000	27,054	27,054	-
Utilities	-	-	-	-
Workman's compensation	100	112	112	-
Capital outlay	-	-	-	-
Debt service - principal	-	-	-	-
Debt service - interest	-	-	-	-
Total expenditures	<u>78,200</u>	<u>92,734</u>	<u>92,734</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(21,447)	11,559	11,559	-
Other financing sources (uses)				
Due from (to) other funds	-	-	-	-
Proceeds from Financing	-	-	-	-
Transfers	-	-	-	-
Revenues and other sources over (under) expenditures and other uses	<u>\$ (21,447)</u>	<u>\$ 11,559</u>	<u>\$ 11,559</u>	<u>\$ -</u>

See accompanying notes to the financial statements.

**CITY OF MONETT, MISSOURI
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE,
BUDGET AND ACTUAL
TAX INCREMENT FINANCING FUND
FOR THE FISCAL YEAR ENDED MARCH 31, 2007**

Functions/Programs	Budgeted Amount		March 31, 2007	Variance With
	Original	Final	Actual Amounts	Final Budget Positive (Negative)
Revenues				
Business license and permits	\$ -	\$ -	\$ -	\$ -
Federal and state grants	1,900,000	950,532	950,532	-
Fines and forfeitures	-	-	-	-
Franchise fees	-	-	-	-
Sales tax	878,600	1,104,604	1,104,604	-
Interest income	2,000	229,114	229,114	-
Intergovernmental	-	-	-	-
Other revenue	-	-	-	-
Other taxes and assessments	253,000	12,721	12,721	-
Payments in Lieu of Taxes (PILOTS)	-	-	-	-
Rental revenue	-	-	-	-
Total revenues	<u>3,033,600</u>	<u>2,296,971</u>	<u>2,296,971</u>	<u>-</u>
Expenditures				
Salaries	-	-	-	-
Payroll taxes	-	-	-	-
Community development block grant	-	-	-	-
Computer	-	-	-	-
Education and travel	-	-	-	-
Election	-	-	-	-
Health and life insurance	-	-	-	-
Insurance	-	-	-	-
Miscellaneous	3,000	540	540	-
Professional and consulting service	-	2,208	2,208	-
Repairs and maintenance	-	-	-	-
Retirement	-	-	-	-
Supplies	-	-	-	-
Telephone	-	-	-	-
Utilities	-	-	-	-
Workman's compensation	-	-	-	-
Capital outlay	5,447,000	1,564,478	1,564,478	-
Debt service - principal	1,595,000	1,595,000	1,595,000	-
Debt service - interest	208,700	357,139	357,139	-
Total expenditures	<u>7,253,700</u>	<u>3,519,365</u>	<u>3,519,365</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(4,220,100)	(1,222,394)	(1,222,394)	-
Other financing sources (uses)				
Due from (to) other funds	-	-	-	-
Proceeds from Financing	-	-	-	-
Transfers	-	-	-	-
Revenues and other sources over (under) expenditures and other uses	<u>\$ (4,220,100)</u>	<u>\$ (1,222,394)</u>	<u>\$ (1,222,394)</u>	<u>\$ -</u>

See accompanying notes to the financial statements.

**CITY OF MONETT, MISSOURI
SCHEDULE OF FUNDING PROCESS
RETIREMENT SYSTEM
MARCH 31, 2007**

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Entry Age Actuarial Accrued Liability	(b-a) Unfunded Accrued Liability (UAL)	(a/b) Funded Ratio	(c) Annual Covered Payroll	[(b-a)/c] UAL as a Percentage of Covered Payroll
2/28/2004	6,449,695	6,769,368	319,673	95%	3,838,923	8%
2/28/2005	7,373,261	7,597,821	224,560	97	4,030,211	6
2/28/2006	8,100,173	8,265,211	165,038	98	4,127,969	4

Note: The above assets and actuarial accrued liability do not include the assets and present value of benefits associated with the Benefit Reserve Fund and the Casualty Reserve Fund. The actuarial assumptions were changed in conjunction with the February 28, 2001, annual actuarial valuations. For a complete description of the actuarial assumptions used in the annual valuations, please contact the LAGERS office in Jefferson City.

See accompanying notes to the financial statements.