BASIC FINANCIAL STATEMENTS

CITY OF MONETT, MISSOURI
STATEMENT OF NET ASSETS
MARCH 31, 2012

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	$ 1,574,682	$ 3,558,861	$ 5,133,543
Investments			
Accounts receivable	421,826	1,703,686	2,125,512
Prepaid health insurance	54,822	18,380	73,202
Prepaid workmen's compensation	124,577	88,638	213,215
Inventory		1,013,590	1,013,590
Premium on bond issurance	303,961	446,236	750,197
Restricted assets:			
Cash and cash equivalents	2,023,920	3,459,720	5,483,640
Investments		1,114,593	1,114,593
Other		169,396	169,396
Capital assets:			
Non depreciable	937,038	305,504	1,242,542
Depreciable, net	23,303,152	20,997,985	44,301,137
Total Assets	28,743,978	32,876,589	61,620,567
LIABILITIES			
Accounts payable	544,218	1,285,068	1,829,286
Accrued payroll and payroll taxes	149,583	59,906	209,489
Accrued interest payable	149,552	84,985	234,537
Due to depositors	15,670	386,245	401,915
Accrued compensated absences liabilities:			
Due within one year	348,386	228,654	577,040
Due in more than one year	36,881	21,365	58,246
Long-term debt liabilities:			
Due within one year	1,061,623	571,060	1,632,683
Due in more than one year	9,563,682	9,760,180	19,323,862
Total Liabilities	11,869,595	12,397,463	24,267,058
NET ASSETS			
Reserved:			
Invested in capital assets, net of related debt	13,614,885	10,972,249	24,587,134
Restricted for:			
Debt service			
Capital projects	2,021,886		2,021,886
Other purposes	40,752	4,574,313	4,615,065
Unrestricted	1,196,860	4,932,564	6,129,424
	$ 16,874,383	$ 20,479,126	$ 37,353,509

See accompanying notes to the financial statements.

CITY OF MONETT, MISSOURI
STATEMENT OF ACTIVITIES
YEAR ENDED MARCH 31, 2012

Functions/Programs	Expenses	Program Revenues: Charges for Service	Program Revenues: Capital Grants and Contributions	Net Revenue (Expense) and Changes in Net Assets: Governmental Activities	Net Revenue (Expense) and Changes in Net Assets: Business-type Activities	Net Revenue (Expense) and Changes in Net Assets: Total
Governmental activities:						
Policy development and administration	$ 549,895	$ 192,682	$ 11,740	$ (345,473)	$	$ (345,473)
Public safety	3,522,642	68,541	40,953	(3,413,148)		(3,413,148)
Public works	2,531,339	30,682	25,980	(2,474,677)		(2,474,677)
Parks and recreation	1,268,520	271,263	5,415	(991,842)		(991,842)
Municipal Airport	396,490	155,896	-	(240,594)		(240,594)
Interest on long-term debt	551,570	-		(551,570)		(551,570)
Total governmental activities	8,820,456	719,064	84,088	(8,017,304)		(8,017,304)
Business-type activities:						
Waterworks	2,022,274	2,969,878	73,950		1,021,554	1,021,554
Electric	15,237,089	18,297,725	24,480		3,085,116	3,085,116
Wastewater-sewer	2,531,127	2,230,380	219,624		(81,123)	(81,123)
Sanitation	541,432	566,311			24,879	24,879
Fiber optics	110,623	277,248			166,625	166,625
Total business-type activities	20,442,545	24,341,542	318,054		4,217,051	4,217,051
Total City	$ 29,263,001	$ 25,060,606	$ 402,142	(8,017,304)	4,217,051	(3,800,253)
General revenues						
Sales and use taxes				2,188,395		2,188,395
Sales and use taxes - police station				312,859		312,859
Motor fuel sales tax				294,298		294,298
M & M Surcharge Tax				40,460		40,460
Emergency Telephone Tax				38,606		38,606
Sales Tax - TIF				783,541		783,541
Real Estate Tax - TIF				125,924		125,924
Franchise fees				499,386		499,386
Payments in lieu of taxes				2,348,636	(2,348,636)	-
Intergovernmental -TIF 1 - MODoT				-		
Investment revenue				11,825	70,452	82,277
Gain (Loss) Sale of Assets				642	(21,678)	(21,036)
Settlement				-		-
Miscellaneous				77,165	133,443	210,608
Transfers				637,250	(637,250)	-
Total general revenues and transfers				7,358,987	(2,803,669)	4,555,318
Change in net assets				(658,317)	1,413,382	755,065
Net assets - beginning				17,532,700	19,065,744	36,598,444
Net assets - ending				$ 16,874,383	$ 20,479,126	$ 37,353,509

See accompanying notes to the financial statements.

CITY OF MONETT, MISSOURI
GOVERNMENTAL FUNDS BALANCE SHEET
MARCH 31, 2012

	Major Funds				
	General	E-911	Tax Increment Finance - 1	Tax Increment Finance - 2	Total Governmental Funds
ASSETS					
Cash and cash equivalents	$ 1,574,682	$ -	$ -	$ -	$ 1,574,682
Investments	-	-	-	-	-
Accounts receivable	365,994	-	41,998	13,834	421,826
Due from other funds	-	-	-	-	-
Prepaid health insurance	54,822	-	-	-	54,822
Prepaid workmen's compensation	124,577	-	-	-	124,577
Restricted assets:					-
Cash and cash equivalents	15,573	42,293	1,164,676	801,378	2,023,920
Investments	-	-	-	-	-
Total assets	$ 2,135,648	$ 42,293	$ 1,206,674	$ 815,212	$ 4,199,827
LIABILITIES					
Accounts payable	544,218	-	-	-	$ 544,218
Accrued payroll and payroll taxes	148,042	1,541	-	-	149,583
Due to depositors	15,670	-	-	-	15,670
Due to other funds	-	-	-	-	-
Total liabilities	707,930	1,541	-	-	709,471
FUND BALANCE					
Nonspendable:					
Inventory and prepaid	179,399	-	-	-	179,399
Restricted for:					
Community redevelopment expenditures	-	-	1,206,674	815,212	2,021,886
Committed:					
North Park recreational complex	100,000	-	-	-	100,000
Unassigned	1,148,319	40,752	-	-	1,189,071
Total fund balances	1,427,718	40,752	1,206,674	815,212	3,490,356
Total liabilities and fund balances	$ 2,135,648	$ 42,293	$ 1,206,674	$ 815,212	$ 4,199,827

See accompanying notes to the financial statements.

CITY OF MONETT, MISSOURI
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
MARCH 31, 2012

Amounts reported for governmental activities in the statement of net assets are different because:

Total fund balance - total governmental funds		$ 3,490,356
Capital assets used in governmental activities are not current financial resource, and therefore, are not reported in the governmental funds.		
Governmental capital assets	$ 41,925,010	
Less accumulated depreciation	(17,684,820)	
		24,240,190
Long-term liabilities; including certificates of participation, capital lease obligations, and accrued compensated absences, are not due and payable in the current period, and therefore, are not reported as liabilities in the governmental funds.		
General obligation bonds	(65,604)	
Revenue bonds	(8,040,000)	
Notes Payable	(540,194)	
Capital lease obligations	(1,979,507)	
Accrued compensated absences	(385,267)	
Unamortized issuance cost of bonds	303,961	
Accrued interest liability	(149,552)	
		(10,856,163)
Net assets of Governmental Activities		$ 16,874,383

See accompanying notes to the financial statements.

CITY OF MONETT, MISSOURI
GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED MARCH 31, 2012

	Major Funds				Total Governmental Funds
	General	E-911	Tax Increment Finance -District 1	Tax Increment Finance - District 2	
REVENUES					
Business license and permits	$ 48,680	$ -	$ -	$ -	$ 48,680
Federal and state grants	84,088	-	-	-	84,088
Fines and forfeitures	175,555	-	-	-	175,555
Franchise fees	499,386	-	-	-	499,386
Sales tax	2,501,254	-	566,480	217,061	3,284,795
Investment income	5,726	-	6,001	98	11,825
Intergovernmental	-	-	-	-	-
Other revenue	424,504	10,800	-	-	435,304
Other taxes and assessments	334,758	38,606	125,924	-	499,288
Rental revenue	136,691	-	-	-	136,691
Total Revenues	4,210,642	49,406	698,405	217,159	5,175,612
EXPENDITURES					
Current					
Policy development and administration	517,028	-	-	-	517,028
Public safety	3,091,277	89,218	-	-	3,180,495
Public works	1,569,039	-	75,151	7,539	1,651,729
Parks and recreation	1,007,322	-	-	-	1,007,322
Municipal airport	220,598	-	-	-	220,598
Capital outlay	550,712	-	-	-	550,712
Debt service:					
Principal	632,952	-	3,710,000	-	4,342,952
Interest and other charges	99,660	-	314,410	189,588	603,658
Total Expenditures	7,688,588	89,218	4,099,561	197,127	12,074,494
Excess (Deficiency) of Revenues over Expenditures	(3,477,946)	(39,812)	(3,401,156)	20,032	(6,898,882)
OTHER FINANCING SOURCES (USES)					
Due from (to) other funds	-	-	-	-	-
Gain (Loss) on Sale of Assets	642	-	-	-	642
Settlement		-		-	-
Proceeds from financing	-	-	-	-	-
Transfers - Payments in lieu of taxes (PILOTS)	2,348,636	-	-	-	2,348,636
Transfers in	637,250	-	-	-	637,250
	2,986,528	-	-	-	2,986,528
Net Change in Fund Balances	(491,418)	(39,812)	(3,401,156)	20,032	(3,912,354)
Fund balance - beginning	1,919,136	80,564	4,607,830	795,180	7,402,710
Fund balance - ending	$ 1,427,718	$ 40,752	$ 1,206,674	$ 815,212	$ 3,490,356

See accompanying notes to the financial statements.

CITY OF MONETT, MISSOURI
RECONCILIATION OF THE CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED MARCH 31, 2012

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

Net change in fund balance - total governmental funds	$ (3,912,354)
Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives.	550,712
In the Statement of Activities cost of capital outlay assets is allocated over their estimated useful lives and reported as depreciation expense.	(1,673,448)
In the Statement of Activities cost of accrued compensated absences are expenses as salary costs.	(18,267)
Governmental funds report unamoritzed bond preimum as expenditures. However, in the s statement of activities the cost of those premiums are allocated over their debt repayment live	(32,168)
In the Statement of Activities cost of accrued interest expenses of tax increment financing district are expensed as interest costs.	84,256
The repayment of the principal of long-term debt consumes the current financial resources of governmental funds.	4,342,952
Change in net assets of governmental activities	$ (658,317)

See accompanying notes to the financial statements.

CITY OF MONETT, MISSOURI
PROPRIETARY FUNDS STATEMENT OF NET ASSETS
MARCH 31, 2012

	Major Enterprise Funds					Total Enterprise Funds
	Waterworks	Electric	Sewer	Sanitation	Fiber	
ASSETS						
Current assets:						
Cash and cash equivalents	$ -	$ 3,299,978	$ -	$ 243,088	$ 15,795	$ 3,558,861
Investments	-	-	-	-	-	
Accounts receivable	220,696	1,248,310	167,693	40,833	26,154	1,703,686
Prepaid health insurance	4,979	6,658	4,883	1,860	-	18,380
Prepaid workmen's compensation	35,795	30,024	8,570	14,249	-	88,638
Inventory	253,421	672,450	17,565	-	70,154	1,013,590
Due from other funds	-	-	-	-	-	
Unamortized bond issue costs/investments	76,182	-	370,054	-	-	446,236
Total current assets	591,073	5,257,420	568,765	300,030	112,103	6,829,391
Restricted assets:						
Cash and cash equivalents	2,183,313	-	1,276,407	-	-	3,459,720
Investments	-	-	1,114,593	-	-	1,114,593
Total restricted assets	2,183,313		2,391,000			4,574,313
Other			169,396			169,396
Capital assets:						
Land	56,932	58,400	178,071	12,101	-	305,504
Building and Improvements	908,946	769,758	33,705	84,878	-	1,797,287
Machinery and equipment	481,148	984,958	494,599	937,443	70,122	2,968,270
Infrastructure	9,034,154	5,346,629	25,419,028	61,189	635,923	40,496,923
Construction in progress	138,327	-	-	-	-	138,327
Less: accumulated depreciation	(4,241,092)	(5,466,251)	(13,908,587)	(539,905)	(246,987)	(24,402,822)
Total capital assets (net of accumulated depreciation)	6,378,415	1,693,494	12,216,816	555,706	459,058	21,303,489
Total noncurrent assets	6,378,415	1,693,494	12,216,816	555,706	459,058	21,303,489
Total Assets	9,152,801	6,950,914	15,345,977	855,736	571,161	32,876,589
LIABILITIES						
Current liabilities:						
Accounts payable	185,242	1,055,225	24,376	13,618	6,607	1,285,068
Accrued payroll and payroll taxes	14,866	24,564	15,387	5,089	-	59,906
Accrued interest payable	27,300	-	57,685			84,985
Due to other funds	-	-	-	-	-	
	156,060	-	415,000	-	-	571,060
Total current liabilities	383,468	1,079,789	512,448	18,707	6,607	2,001,019
Long-term liabilities, less current maturities:						
Due to depositors	30,374	355,871	-	-	-	386,245
Accrued compensated absences	44,272	142,012	51,409	12,326	-	250,019
Notes and capitalized lease oabligaitons payable	2,870,180	-	-	-	-	2,870,180
Neghborhood improvement bonds	-	-	290,000	-	-	290,000
Revenue bonds payable, net	-	-	6,600,000	-	-	6,600,000
Total noncurrent liabilities	2,944,826	497,883	6,941,409	12,326		10,396,444
	3,328,294	1,577,672	7,453,857	31,033	6,607	12,397,463
NET ASSETS						
Reserved:						
Invested in capital assets, net of related debt	3,352,175	1,693,494	4,911,816	555,706	459,058	10,972,249
Restricted for:						
Capital projects						
Other purposes	2,183,313		2,391,000			4,574,313
Unrestricted	289,019	3,679,748	589,304	268,997	105,496	4,932,564
Total Net Assets	$ 5,824,507	$ 5,373,242	$ 7,892,120	$ 824,703	$ 564,554	$ 20,479,126

See accompanying notes to the financial statements.

CITY OF MONETT, MISSOURI
PROPRIETARY FUNDS STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
YEAR ENDED MARCH 31, 2012

	Major Enterprise Funds					Total Enterprise Funds
	Waterworks	Electric	Sewer	Sanitation	Fiber	
OPERATING REVENUES						
Charges for services	$ 2,969,878	$ 18,297,725	$ 2,230,380	$ 566,311	$ 277,248	$ 24,341,542
OPERATING EXPENSES						
Salaries	457,916	706,755	435,618	138,004		1,738,293
Payroll taxes	32,367	49,642	31,156	10,342		123,507
Depreciation	291,809	184,506	756,725	60,109	38,808	1,331,957
Computer	5,129	13,420	7,528			26,077
Education	2,706	5,602	392			8,700
Electric purchases		13,666,313				13,666,313
Health and life insurance	61,383	70,892	60,380	23,283		215,938
Insurance	17,946	72,792	21,573	4,764		117,075
Landfill and recycling				163,093		163,093
Miscellaneous	2,644	3,638	504	429	18,672	25,887
Professional and consulting service	31,540	38,560	98,776	3,050	12,312	184,238
Repairs and maintenance	638,808	150,197	598,457	94,649	22,374	1,504,485
Retirement	50,802	85,835	53,019	16,857		206,513
Supplies	232,430	151,262	72,369	8,517	18,118	482,696
Telephone	2,712	9,869	2,254	404	339	15,578
Utilities						
Workman's compensation	16,306	27,806	11,534	17,931		73,577
Total Operating Expenses	1,844,498	15,237,089	2,150,285	541,432	110,623	19,883,927
Operating Income (Loss)	1,125,380	3,060,636	80,095	24,879	166,625	4,457,615
NONOPERATING REVENUES (EXPENSES)						
Investment income	161	1,201	69,090			70,452
Federal and State Grants	73,950	24,480	219,624			318,054
Miscellaneous income	6,553	14,610	90,008	3,624	18,648	133,443
Gain(loss) on asset disposal				(21,678)		(21,678)
Interest expense and fees	(177,776)		(380,842)			(558,618)
Total Nonoperating Revenues (Expenses)	(97,112)	40,291	(2,120)	(18,054)	18,648	(58,347)
Income (Loss) Before Contributions and Transfers	1,028,268	3,100,927	77,975	6,825	185,273	4,399,268
Payments in lieu of taxes (PILOTS)	(307,304)	(1,754,734)	(257,008)		(29,590)	(2,348,636)
Transfers out		(537,250)			(100,000)	(637,250)
	720,964	808,943	(179,033)	6,825	55,683	1,413,382
Net assets - beginning	5,103,543	4,564,299	8,071,153	817,878	508,871	19,065,744
Net assets - ending	$ 5,824,507	$ 5,373,242	$ 7,892,120	$ 824,703	$ 564,554	$ 20,479,126

See accompanying notes to the financial statements.

CITY OF MONETT, MISSOURI
PROPRIETARY FUNDS STATEMENT OF CASH FLOWS
YEAR ENDED MARCH 31, 2012

	Major Enterprise Funds					Total Enterprise Funds
	Waterworks	Electric	Sewer	Sanitation	Fiber	
Cash flows from operating activities:						
Cash received from customers	$ 2,954,253	$ 18,683,057	$ 2,235,935	$ 565,132	$ 275,369	$ 24,713,746
Cash received from other sources	6,553	14,610	90,008	3,624	18,648	133,443
Cash payments to suppliers	(232,430)	(151,262)	(72,369)	(8,517)	(18,118)	(482,696)
Cash payments to employees	(454,492)	(697,447)	(431,882)	(136,345)		(1,720,166)
Cash payments to employee benefits and payroll taxes	(149,531)	(213,027)	(149,438)	(52,342)		(564,338)
Cash payments for other expenses	(727,521)	(14,172,977)	(714,039)	(283,985)	(88,026)	(15,986,548)
Net cash provided by (used in) operating activities	1,396,832	3,462,954	958,215	87,567	187,873	6,093,441
Cash flows from non-capital financing activities:						
Transfers from (to) other funds		(537,250)			(100,000)	(637,250)
Transfers - Payments in lieu of taxes (PILOTS)	(307,304)	(1,754,734)	(257,008)	-	(29,590)	(2,348,637)
Due (from) to other funds		70,000			(70,000)	
Net cash provided by (used in) non-capital financing activities	(307,304)	(2,221,984)	(257,008)	-	(199,590)	(2,985,887)
Cash flows from capital and related financing activities:						
Interest expense & fees	(174,678)	-	(361,209)	-	-	(535,887)
Principal payment on capital lease	(142,427)		(400,000)			(542,427)
Purchase of capital acquisitions	(1,200,744)	(138,337)	(90,053)	(170,670)		(1,599,804)
Loss on sale of asset				(21,678)		
Proceeds from assessment receivable			29,124			
Federal and state grants	73,950	24,480	219,624			318,054
Financing proceeds						
Redemption of bonds payable						
Net cash provided by (used in) capital and related financing activities	(1,443,899)	(113,857)	(602,514)	(192,348)		(2,360,064)
Cash flows from investing activities:						
Investment income	161	1,201	69,090			70,452
Purchase of investments			(539,306)			(539,306)
Proceeds from maturity of investments	270,927	398,477		107,839	8,529	785,772
Net cash provided by (used in) investing activities	271,088	399,678	(470,216)	107,839	8,529	316,918
Net increase (decrease) in cash and cash equivalents	(83,283)	1,526,791	(371,523)	3,058	(3,188)	1,071,854
	2,266,596	1,773,187	1,647,930	240,030	18,983	5,946,726
Cash and cash equivalents - ending	$ 2,183,313	$ 3,299,978	$ 1,276,407	$ 243,088	$ 15,795	$ 7,018,580
Displayed as:						
Cash and cash equivalents	$ -	$ 3,299,978	$ -	$ 243,088	$ 15,795	$ 3,558,860
Restricted - cash and cash equivalents	2,183,313	-	1,276,407	-	-	3,459,720
Total cash and cash equivalents	$ 2,183,313	$ 3,299,978	$ 1,276,407	$ 243,088	$ 15,795	$ 7,018,580
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES						
Operating income (loss)	$ 1,125,380	$ 3,060,636	$ 80,095	$ 24,879	$ 166,625	$ 4,457,615
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:						
Depreciation	291,809	184,506	756,725	60,109	38,808	1,331,957
Miscellaneous revenue	6,553	14,610	90,008	3,624	18,648	133,443
(Increase) decrease in accounts receivable	(15,914)	372,475	5,555	(1,179)	(1,879)	359,058
(Increase) decrease in prepaid sales tax	-	-	-	-	-	-
(Increase) decrease in inventory	(31,298)	(71,935)	(20)	-	(40,936)	(144,189)
Increase (decrease) in prepaid health insurance	(4,979)	(6,658)	(4,883)	(1,860)	-	(18,380)
Increase (decrease) in prepaid workmen's compensation	(20,919)	(2,061)	2,624	399	-	(19,957)
Increase (decrease) in accounts payable	42,487	(110,784)	24,375	(64)	6,607	(37,379)
Increase (decrease) in accrued payroll	2,043	4,466	2,948	1,160	-	10,617
Increase (decrease) in customer deposits	289	12,857	-	-	-	13,146
Increase (decrease) in accrued compensated absences	1,381	4,842	788	499	-	7,510
Net cash provided by (used in) operating activities	$ 1,396,832	$ 3,462,954	$ 958,215	$ 87,567	$ 187,873	$ 6,093,441

NONCASH CAPITAL FINANCING ACTIVITES

See accompanying notes to the financial statements.