

Required Supplementary Information

CITY OF MONETT, MISSOURI
NOTES TO BUDGETARY COMPARISON SCHEDULES
MARCH 31, 2011

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 Administrator in January each year. The City Administrator uses these requests as the starting point for developing a proposed budget.
2. The City Administrator 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.

**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, 2012**

Functions/Programs	Budgeted Amount		Current Year Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Business license and permits	\$ 46,100	\$ 48,750	\$ 48,680	\$ (70)
Federal and state grants	1,960,935	82,100	84,088	1,988
Fines and forfeitures	215,200	168,200	175,555	7,355
Franchise fees	373,500	522,000	499,386	(22,614)
Sales tax	2,737,250	2,537,020	2,501,254	(35,766)
Interest income	50,000	5,000	5,726	726
Intergovernmental	-	-	-	-
Other revenue	713,175	437,181	424,504	(12,677)
Other taxes and assessments	348,000	330,800	334,758	3,958
Rental revenue	142,200	140,800	136,691	(4,109)
Total revenues	<u>6,586,360</u>	<u>4,271,851</u>	<u>4,210,642</u>	<u>(61,209)</u>
Expenditures				
Salaries	3,031,105	3,027,195	2,971,132	(56,063)
Payroll taxes	224,825	231,070	223,433	(7,637)
Community development block grant	-	-	-	-
Computer	34,000	78,575	94,022	15,447
Education and travel	35,500	30,250	28,552	(1,698)
Election	4,000	10,000	9,710	(290)
Health and life insurance	423,800	466,520	443,769	(22,751)
Insurance	74,625	106,610	71,070	(35,540)
Merchandise	125,000	18,750	29,173	10,423
Miscellaneous	23,500	31,220	41,227	10,007
Professional and consulting service	156,500	304,750	329,960	25,210
Repairs and maintenance	862,020	1,028,545	1,018,558	(9,987)
Retirement	320,950	342,125	374,057	31,932
Supplies	320,100	300,850	266,012	(34,838)
Telephone	35,700	39,950	38,862	(1,088)
Utilities	5,000	36,000	30,259	(5,741)
Condemnation	-	297,598	297,598	-
Workman's compensation	74,130	146,590	137,870	(8,720)
Capital outlay	3,402,325	541,050	550,712	9,662
Debt service - principal	659,075	632,960	632,952	(8)
Debt service - interest	170,200	100,514	99,660	(854)
Total expenditures	<u>9,982,355</u>	<u>7,771,122</u>	<u>7,688,588</u>	<u>(82,534)</u>
Excess (deficiency) of revenues over expenditures	(3,395,995)	(3,499,271)	(3,477,946)	21,325
Other financing sources (uses)				
Due from (to) other funds	-	-	-	-
Gain (Loss) on Sale of Assets	-	-	642	642
Settlement	-	-	-	-
Proceeds from Financing	-	-	-	-
Payments in Lieu of Taxes (PILOTS)	2,133,040	2,369,420	2,348,636	(20,784)
Transfers	650,000	637,250	637,250	-
Total other financing sources (uses)	<u>2,783,040</u>	<u>3,006,670</u>	<u>2,986,528</u>	<u>(20,142)</u>
Revenues and other sources over (under) expenditures and other uses	<u>\$ (612,955)</u>	<u>\$ (492,601)</u>	<u>\$ (491,418)</u>	<u>\$ 1,183</u>

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, 2012

Functions/Programs	Budgeted Amount		Current Year Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Business license and permits	\$ -	\$ -	\$ -	\$ -
Federal and state grants	-	-	-	-
Fines and forfeitures	-	-	-	-
Franchise fees	-	-	-	-
Sales tax	-	-	-	-
Interest income	-	-	-	-
Intergovernmental	-	-	-	-
Other revenue	10,800	10,800	10,800	-
Other taxes and assessments	40,000	38,000	38,606	606
Rental revenue	-	-	-	-
Total revenues	50,800	48,800	49,406	606
Expenditures				
Salaries	39,275	42,138	41,328	(810)
Payroll taxes	2,950	3,025	3,135	110
Community development block grant	-	-	-	-
Computer	6,200	3,500	3,844	344
Education and travel	4,400	4,000	2,742	(1,258)
Election	-	-	-	-
Health and life insurance	6,500	5,015	4,993	(22)
Insurance	400	300	336	36
Merchandise	-	-	-	-
Miscellaneous	100	100	66	(34)
Professional and consulting service	2,500	500	415	(85)
Repairs and maintenance	-	-	-	-
Retirement	4,400	4,465	5,068	603
Supplies	1,500	1,500	1,362	(138)
Telephone	25,000	24,500	25,767	1,267
Workman's compensation	100	175	162	(13)
Capital outlay	-	-	-	-
Debt service - principal	-	-	-	-
Debt service - interest	-	-	-	-
Total expenditures	93,325	89,218	89,218	-
Excess (deficiency) of revenues over expenditures	(42,525)	(40,418)	(39,812)	606
Other financing sources (uses)				
Due from (to) other funds	-	-	-	-
Gain (Loss) on Sale of Assets	-	-	-	-
Settlement	-	-	-	-
Proceeds from Financing	-	-	-	-
Payments in Lieu of Taxes (PILOTS)	-	-	-	-
Transfers	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Revenues and other sources over (under) expenditures and other uses	\$ (42,525)	\$ (40,418)	\$ (39,812)	\$ 606

CITY OF MONETT, MISSOURI
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE,
BUDGET AND ACTUAL
TAX INCREMENT FINANCING - DISTRICT 1
FOR THE FISCAL YEAR ENDED MARCH 31, 2012

Functions/Programs	Budgeted Amount		Current Year Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Business license and permits	\$ -	\$ -	\$ -	\$ -
Federal and state grants	-	-	-	-
Fines and forfeitures	-	-	-	-
Franchise fees	-	-	-	-
Sales tax	589,250	535,500	566,480	30,980
Interest income	137,000	5,800	6,001	201
Intergovernmental	-	-	-	-
Other revenue	-	-	-	-
Other taxes and assessments	241,000	126,000	125,924	(76)
Rental revenue	-	-	-	-
Total revenues	<u>967,250</u>	<u>667,300</u>	<u>698,405</u>	<u>\$ 31,105</u>
Expenditures				
Salaries	-	-	-	-
Payroll taxes	-	-	-	-
Community development block grant	-	-	-	-
Computer	-	-	-	-
Education and travel	-	-	-	-
Election	-	-	-	-
Health and life insurance	-	-	-	-
Insurance	-	-	-	-
Merchandise	-	-	-	-
Miscellaneous	2,000	500	420	(80)
Professional and consulting service	5,000	105,000	74,731	(30,269)
Repairs and maintenance	-	-	-	-
Retirement	-	-	-	-
Supplies	-	-	-	-
Telephone	239,000	-	-	-
Workman's compensation	-	-	-	-
Capital outlay	8,035,000	-	-	-
Debt service - principal	355,000	3,710,000	3,710,000	-
Debt service - interest	505,000	325,705	314,410	(11,295)
Total expenditures	<u>9,141,000</u>	<u>4,141,205</u>	<u>4,099,561</u>	<u>(41,644)</u>
Excess (deficiency) of revenues over expenditures	<u>(8,173,750)</u>	<u>(3,473,905)</u>	<u>(3,401,156)</u>	<u>72,749</u>
Other financing sources (uses)				
Due from (to) other funds	-	-	-	-
Gain (Loss) on Sale of Assets	-	-	-	-
Settlement	-	-	-	-
Proceeds from Financing	-	-	-	-
Payments in Lieu of Taxes (PILOTS)	-	-	-	-
Transfers	(414,000)	-	-	-
Total other financing sources (uses)	<u>(414,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and other sources over (under) expenditures and other uses	<u>\$ (8,587,750)</u>	<u>\$ (3,473,905)</u>	<u>\$ (3,401,156)</u>	<u>\$ 72,749</u>

CITY OF MONETT, MISSOURI
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE,
 BUDGET AND ACTUAL
 TAX INCREMENT FINANCING - DISTRICT 2
 FOR THE FISCAL YEAR ENDED MARCH 31, 2012

Functions/Programs	Budgeted Amount		Current Year Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Business license and permits	\$ -	\$ -	\$ -	\$ -
Federal and state grants	-	-	-	-
Fines and forfeitures	-	-	-	-
Franchise fees	-	-	-	-
Sales tax	284,200	201,200	217,061	15,861
Interest income	35,000	500	98	(402)
Intergovernmental	-	-	-	-
Other revenue	-	-	-	-
Other taxes and assessments	87,200	-	-	-
Rental revenue	-	-	-	-
Total revenues	<u>406,400</u>	<u>201,700</u>	<u>217,159</u>	<u>15,459</u>
Expenditures				
Salaries	-	-	-	-
Payroll taxes	-	-	-	-
Community development block grant	-	-	-	-
Computer	-	-	-	-
Education and travel	-	-	-	-
Election	-	-	-	-
Health and life insurance	-	-	-	-
Insurance	-	-	-	-
Merchandise	-	-	-	-
Miscellaneous	-	-	-	-
Professional and consulting service	5,000	7,377	7,539	162
Repairs and maintenance	-	-	-	-
Retirement	-	-	-	-
Supplies	-	-	-	-
Telephone	-	-	-	-
Workman's compensation	-	-	-	-
Capital outlay	-	-	-	-
Debt service - principal	-	-	-	-
Debt service - interest	215,000	189,750	189,588	(162)
Total expenditures	<u>220,000</u>	<u>197,127</u>	<u>197,127</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>186,400</u>	<u>4,573</u>	<u>20,032</u>	<u>15,459</u>
Other financing sources (uses)				
Due from (to) other funds	-	-	-	-
Gain (Loss) on Sale of Assets	-	-	-	-
Settlement	-	-	-	-
Proceeds from Financing	-	-	-	-
Payments in Lieu of Taxes (PILOTS)	-	-	-	-
Transfers	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and other sources over (under) expenditures and other uses	<u>\$ 186,400</u>	<u>\$ 4,573</u>	<u>\$ 20,032</u>	<u>\$ 15,459</u>

<u>Actuarial Valuation Date</u>	<u>(a) Actuarial Value of Assets</u>	<u>(b) Entry Age Actuarial Accrued Liability</u>	<u>(b-a) Unfunded Accrued Liability (UAL)</u>	<u>(a/b) Funded Ratio</u>	<u>(c) Annual Covered Payroll</u>	<u>[(b-a)/c] UAL as a Percentage of Covered Payroll</u>
02/28/2009	8,815,555	10,382,004	1,566,449	85%	4,668,686	34%
02/28/2010	9,384,712	10,625,773	1,241,061	88	4,453,440	28
02/28/2011	9,908,020	11,019,500	1,111,480	90	4,443,165	25

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, 2011, annual actuarial valuations. For a complete description of the actuarial assumptions used in the annual valuations, please contact the LAGERS office in Jefferson City.