



# **CITY OF MARYVILLE, MISSOURI**

Comprehensive Annual Financial Report

For the Year Ended September 30, 2008



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**CITY OF MARYVILLE, MISSOURI**  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

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Report issued by the Department of Finance



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## Introductory Section

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# City of Maryville, Missouri

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February 3, 2009

Honorable Mayor, Members of the City Council, and  
Citizens of the City of Maryville, Missouri:

It is our pleasure to formally submit the Comprehensive Annual Financial Report (CAFR) of the City of Maryville, Missouri (the City), for the fiscal year ended September 30, 2008. This report was prepared by the Finance Department, and the responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

McGladrey & Pullen, LLP, Certified Public Accountants, have issued an unqualified ("clean") opinion on the City of Maryville, Missouri's financial statements for the year ended September 30, 2008. The independent auditor's report is located at the front of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of Maryville's MD&A can be found immediately following the Independent Auditors' Report.

The CAFR is prepared in accordance with GAAP as promulgated by the Governmental Accounting Standards Board (GASB). The report is presented in three sections and includes the following information:

- Introductory Section – Letter of Transmittal with comments on the operation of the City, the City's organizational chart, and a list of City officials.
- Financial Section – Independent Auditors' Report, Management's Discussion and Analysis, Basic Financial Statements and Notes, Required Supplementary Information, Combining and Individual Fund Financial Statements and Schedules.
- Statistical Section – Selected financial and general information presented on a multi-year comparative basis.

For purposes of preparing this comprehensive annual financial report, all funds that are controlled by or dependent on, the City of Maryville are included. This comprises such services as administration, public safety,

public works, recreational activities, water and sanitary sewerage utility, municipal court services, and a transfer station for disposal of refuse. GASB has established the criteria to determine the financial reporting entity for a municipal government's financial report. Therefore, the City used these criteria to examine the relationship of the City to other associated but legally separate entities, to determine if their inclusion in this report would be necessary to fairly present the financial position of the City. These legally separate entities are referred to as component units. These criteria generally have to do with financial benefit or burden, and levels of influence over the activities of these organizations. Based on this criteria, the Maryville Public Library is included as part of this annual report as a component unit.

## **PROFILE OF THE GOVERNMENT**

The City of Maryville, Missouri was established on February 14, 1845 and was named after Mrs. Mary Graham, wife of Mr. Amos Graham, then the county clerk. Because Mary was the first women to live in the predetermined boundaries of the City, Maryville was named after her. Thomas Adams was the first settler in what is now the City of Maryville in 1840. By 1859 Maryville had flourished with many stores, a hotel, a post office, one church and the current Nodaway County Courthouse was built. Several attempts were made to incorporate the town of Maryville, but it wasn't until July 19, 1869 that Maryville officially became incorporated. It was at this time that a railroad was built from Maryville to Savannah and follows the route of the existing Highway 71. Construction of the railroad brought a stream of activity to the town square. In 1880, the town of Maryville was incorporated into a "City" and from there on the City of Maryville appointed a Mayor and Boards of Alderman.

On November 14, 1960 Maryville voted to establish a City Council/City Manager form of government from which it currently operates. In accordance with these statutes, the registered voters within the City elect five council members on an at-large nonpartisan basis serving three year staggered terms. All policymaking and legislative authority is vested in the City Council, whose responsibilities include, but are not limited to, passing ordinances, adopting the annual budget, and appointing committees. The City Council appoints a City Manager to serve as the chief administrative officer of the City, who is responsible for carrying out the policies and ordinances of the City Council, and overseeing the day-to-day operations of the City.

Today, the City of Maryville is the county seat of Nodaway County, and is incorporated as a third-class city under the Missouri statutes. The City encompasses approximately 4.4 square miles and is located in the northwest corner of the state, approximately 95 miles north of Kansas City, Missouri. The City's population is 10,581 according to the 2000 census. The City is empowered to levy a property tax on the real and personal property located within its boundaries, and by state statute to extend its corporate limits by annexation.

The City has approximately 92 full-time equivalent employees and provides a full range of services. These services include public safety protection, maintenance of streets and other infrastructure, water and sewerage sanitation, a transfer station facility for refuse disposal, code enforcement, a regional airport, and recreational opportunities provided by Mozingo Lake and the parks system.

## **LOCAL ECONOMY**

Maryville offers a diverse employment base revolving around a foundation of agriculture, education and industry. This blend enables the City to minimize the significant stresses associated with the closing of several businesses and migration of residents from the community during times of economic downturns.

The City is a blend of small town living and cultural amenities usually found in larger communities. Northwest Missouri State University (NWMSU) was established in 1905 and currently offers courses in a balanced selection of degree opportunities to over 6,600 students. Through its "Encore" series, residents are able to enjoy a wide offering of musical events and lectures. NWMSU also features the Missouri Academy, an accelerated residential program for Missouri high school-age students academically talented in science and math. The Academy offers an opportunity for exceptional students to live and work in a community of peers while earning college credits and a high school diploma. The two-year program of college coursework is tailored to individual abilities and taught by Northwest faculty.

The City welcomes industries into the community and recognizes their contributions and need. As a result, Nodaway County has the lowest unemployment rate (3.3%) in the State of Missouri as of November 2008. A significant reason for this is due to the industries within the community, which include: Kawasaki, Energizer,

LaCiede Chain, NuCor-LMP, and Federal Mogul. Also complementing the existing industries is land which is "shovel ready" and zoned as industrial to accommodate additional economic growth in the City in the form of industry or other corporate needs.

The City, in conjunction with Nodaway County Economic Development, is continuously in the process of attracting new business to the community. The City hired a consulting group in 2004 in an effort to develop its marketing strategy in enticing new businesses to the community. The City also attends annually the International Council of Shopping Centers Convention in order to meet face to face with businesses and promote the City as an attractive choice in which to locate a business. By establishing this framework the City is positive about its future and in sustaining positive economic growth.

Assessed real estate in the City has shown an overall increase during the past ten years. The increase has been a blend of reassessing existing structures and the addition of new construction. A 10-year historical summary of property growth and the relation to assessed value is provided in the statistical section of this report.

## **MAJOR INITIATIVES & LONG TERM FINANCIAL PLANNING**

In April 2008 the citizens approved a half-cent capital improvement sales tax to fund on-going capital replacement needs and street and related infrastructure improvements. This sales tax will sunset in 10 years unless approved again by a vote of the citizens. The majority of the funding will go toward street improvements, but other areas that have been identified include updating the emergency siren system, storm water improvements, heavy equipment for street maintenance and fire protection, and matching dollars for trail projects. Already completed are a number street and water infrastructure projects. Continued progress is expected in the following years with a high level of satisfaction from the current projects thus far.

A major expansion of the Northwest Missouri Regional Airport totaling over \$1.7 million dollars in construction is to be completed in early April. Planned improvements will include the extension of the existing runway by 600 feet, additional apron, taxiway, and lighting system for the runway. Also planned is the inclusion of one, possibly two new fuel pumping systems. At a minimum it is expected to still accommodate Avgas, but there is an ongoing fuel study to gauge the necessity and demand for Jet-A fuel which can boost airport associated revenues should the City execute this option. The airport overall serves as a critical resource for the City to be competitive in economic development opportunities. Both the current construction and fueling system improvements are possible through funding matched by the Missouri Department of Transportation.

With the existence of the University comes with it a significant amount of housing stock which are rental properties. Approximately 65% of all the residential housing is rental property predominantly targeted to students seeking higher education. With a portion of this housing comes run down properties which are an additional revenue source for the property owner. Since the revenue is coming in, property owners have little need to improve or properly maintain the properties. Run down housing stock takes a broken window theory approach in that one broken window leads to another at a different house and a trickle down effect will continue causing house values to depreciate and neighborhoods to be rundown. Subsequently, the City will be actively enforcing the property maintenance code to bring selected houses to a respectable standing. Other planned activities include housing meeting with neighborhoods to improve this housing stock and neighborhoods as a whole.

Also incorporated into the budget and tied into the code enforcement activities is a plan to raise dilapidated and blighted homes after all legal processes have been exhausted. The first step in addressing this is a complete housing inventory of all properties located within the City of Maryville. Utilizing an objective housing classification we are identifying houses as standard, substandard, or dilapidated. With a dilapidated home classification we will exhaust the process of having the owner take action. If working with property owners does not show results and corrective action, we plan to legally remove the home and place a lien on the property or be reimbursed based on a promissory note. Ultimately the goals of this project are to remove the blight and enable construction of new housing stock.

Significant efforts at both the grassroots and local level have been embarked upon to improve and revitalize downtown Maryville. As part of two major initiatives underway related to this revitalization effort are the construction of streetscape project, which has four (4) major phases associated with it. Completed at this time

are the base bid and Phase I. Remaining are Phases II and III, which the City has received Enhancement Funds through the Missouri Department of Transportation and an allotment of tax credits through the Missouri Development Finance Board. Completion of these Phases will culminate in improved aesthetics, walk ability, marketability and an increase in economic development in the downtown. This has truly been a grassroots effort, where no City tax dollars have been used to fund the project, which is a testament to the giving people within the community who see the benefits in improving downtown.

The second initiative associated with downtown is the City being selected for the Governor's Downtown Revitalization and Economic Assistance for Missouri (DREAM) Initiative. This is a partnership with three state departments and the City to receive assistance in our planning efforts to enhance and revitalize downtown. The initiative is a manner in which we can accelerate the revitalization process. The cities chosen last year have seen a remarkable change in investment. Specifically, the state has assisted with \$30 million in investment which has been offset with private investment dollars of \$70 million. This is a three to four year project with the state and should help with our comprehensive effort to establish Downtown Maryville as a destination to live, work, and play.

Federal Law requires by 2009 the establishment of a narrow band communication system. This requirement is a result of the 9-11 attacks in 2001. To move in this direction, the City has completed both improvements inside the dispatching office with an additional communications center post and installation of a new repeater to be placed on the Edwards Street Watertower. These improvements are possible through an awarding of grants to the City and leveraging City dollars to match and/or assume the remaining balance of these projects.

The City is currently exploring and has allocations to including a plan to erect two new water towers within City limits. This is a result of an identified need for a better water distribution network, improved fire suppression system, suggested MDNR requirements to have at least 1 days water supply in the air (in water towers), and minimizing service delivery interruptions of water when major waterlines break. Finally the last issue contributing to this need is the fact that our water tower on 9<sup>th</sup> and Mulberry sprung a leak at the base of the tower. Given its age and capacity it is not feasible to repair, especially considering current and future needs of the City.

Current MDNR regulations require regular maintenance of all water towers. In order to accomplish this, following installation of the new water towers, the City will take the existing Edwards Tower temporarily offline and properly clean and paint both the inside and outside of the water tower.

The City can expect new wastewater discharge requirements to be submitted to us during this fiscal year. Following the notification the City will have 3 years in which to come into compliance. New requirements are expected for both ammonia and phosphorus effluent and based on the City's current wastewater system we will not be able to meet the expected levels all year. Consequently, the City is exploring options to meet these requirements which may include a new wastewater treatment plant which is estimated at \$13 million. Verification of the needs of the plant and ideal treatment methods at the facility are still ongoing. Verification will be followed by design and construction based on approved recommendations and conformance to MDNR regulations.

A new sewer line installation has just been completed from North Main just outside City limits to 16<sup>th</sup> street. This project is funded primarily through the state CDBG program. This will enable the City handle additional capacity generated from new growth and a Center for Innovation and Entrepreneurialship at the University. Smoke testing has also been conducted to identify locations of intrusion and infiltration of storm water. Commonly referred to as I and I, storm water can create an unnecessary burden up the City wastewater system and result in excess treatment of wastewater. This will help in the long term goals of reducing unnecessary water into the sewer transmission lines, ultimately limiting the stress upon the wastewater treatment system.

Regular maintenance of deteriorating infrastructure is always an issue facing cities who supply water and wastewater services to their communities. Supporting data shows that infrastructure has a useful life and monetary value to it. Consequently, there exists a need to implement a maintenance plan associated with repairing and replacing infrastructure before it becomes too costly on a larger scale. To this extent, the City has contracted with a local GIS firm to map both water and sewer infrastructure. The Geographic Information System (GIS) will contain information associated with the infrastructure including line sizes, condition, material type and other necessary and pertinent information. Based on the attribute information associated with the

infrastructure features the City will implement a repair and replacement program to ensure maintenance occurs at a steady pace in a proactive manner. Understanding what needs to be addressed throughout a fiscal year will assist with budgeting and sound fiscal planning. Another benefit of the project is the capability to identify properties that may be without water during a water main break. We can subsequently contact property owners and notify them when service is expected to be operational once again.

As a commitment of the City Council to improve the Quality of Life for its citizens, the City has established a comprehensive City wide walking, hiking and biking trails plan. The purpose of this, not only will improve the quality of life, but will also raise awareness for a healthier community and address environmental concerns related to reducing vehicular emissions and traffic. In total 50 miles of trails are planned, 25 within the City limits and an additional 25 surrounding the lake and property owned by the City of Maryville, which is our primary water source. Several phases of this trail system will begin construction in 2009. Overall the trail system is expected to take approximately 15 years to be fully completed.

The City of Maryville owns and operates Mozingo Lake a 3,000 acre facility of which 1,000 acres is a lake, which acts as our primary water source to our customers. Also surrounding the lake are recreational activities including: RV camping, primitive camping, cabins, youth cabins, golf, hiking, water recreational activities, fishing and pavilions for family gatherings. The lake was established approximately 15 years ago and our current long term planning strategies are being revisited and designed with a creation of a new 10 Year Plan for Mozingo. As part of this 10 year plan, public hearings and comments are being received by staff from interested citizens and community members, who are encouraging us to explore other recreational opportunities for Mozingo Lake. Other concerns with the plan include: infrastructure issues, staffing issues, funding issues and identifying other objectives to ensure the long term success of Mozingo while keeping in mind the primary objective, which is to serve as a primary water source for the community and County.

As one of the City's primary facilities for recreation, the City will be resurfacing all golf cart path trails associated and utilized with the Mozingo Lake Golf Course. The trails measure nearly 5 miles in length and meander around Mozingo Lake providing beautiful views and a challenging course for all skill levels. The golf course offers an 18 hole championship style course with beautiful views of Mozingo Lake. Over 15,000 rounds are played annually and Mozingo is ranked as one of the best public courses in Missouri.

## **RELEVANT FINANCIAL POLICIES**

In February 2005 the City adopted tax increment financing (TIF) for the renovation and reconstruction of Maryville Town Center, a retail development consisting of approximately 90,000 square feet of retail space, anchored by a 55,400 square foot Hy-Vee grocery store and a 2,240 square foot Hy-Vee convenience store.

## **BUDGETARY CONTROLS**

The annual budget serves as the foundation for the City's financial planning and control and is prepared by fund and department. After the proposed budget is prepared, it is submitted to the City Council for review. The Council may revise, alter, increase or decrease the items contained in the proposed budget, provided that total authorized expenditures from any fund do not exceed the estimated revenues to be received plus any unencumbered fund balance or less any deficit estimated for the beginning of the budget year. Following public hearings on the proposed budget, it is approved through the adoption of the budget resolution by the affirmative vote of a majority of the members of the City Council.

## **INDEPENDENT AUDIT**

City policy requires an annual audit to be made of the financial statements of the various funds and account groups. The independent certified public accounting firm of McGladrey & Pullen audited the financial statements contained in this report for the year ended September 30, 2008. The auditor's report on the basic financial statements is included in the financial section of this report.

## **SINGLE AUDIT**

The City of Maryville is required to undergo a single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget's (OMB) Circular A-133, *Audits of*

*States, Local Governments, and Non-Profit Organizations* for the year ended September 30, 2008 since federal financial assistance was above the \$500,000 threshold limit.

As a part of the City's single audit, tests are made to determine the adequacy of internal control, including that portion related to federal financial assistance programs, as well as to determine that the government has complied with applicable laws and regulations. The results of the City's single audit for the fiscal year ended September 30, 2008 provided no instances of material weaknesses in internal control or significant violations of applicable laws and regulations. This information is available in a separately issued report.

## **RISK MANAGEMENT**

The City is provided property, casualty and liability insurance coverage by Missouri Intergovernmental Risk Management Association (MIRMA). MIRMA is comprised of approximately 70 municipalities across the state in a shared risk pool.

The City's health insurance is provided by Blue Cross and Blue Shield of Kansas City. The City's dental insurance is provided by Principal Life.

In addition to the insurance coverage provided by MIRMA, the City has established several risk control measures through the City's safety committee in an effort to minimize accident-related losses.

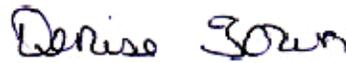
## **ACKNOWLEDGMENTS**

The preparation of this report was accomplished through the efforts of the Finance Department. Our sincere thanks to all of those who assisted.

Respectfully submitted,



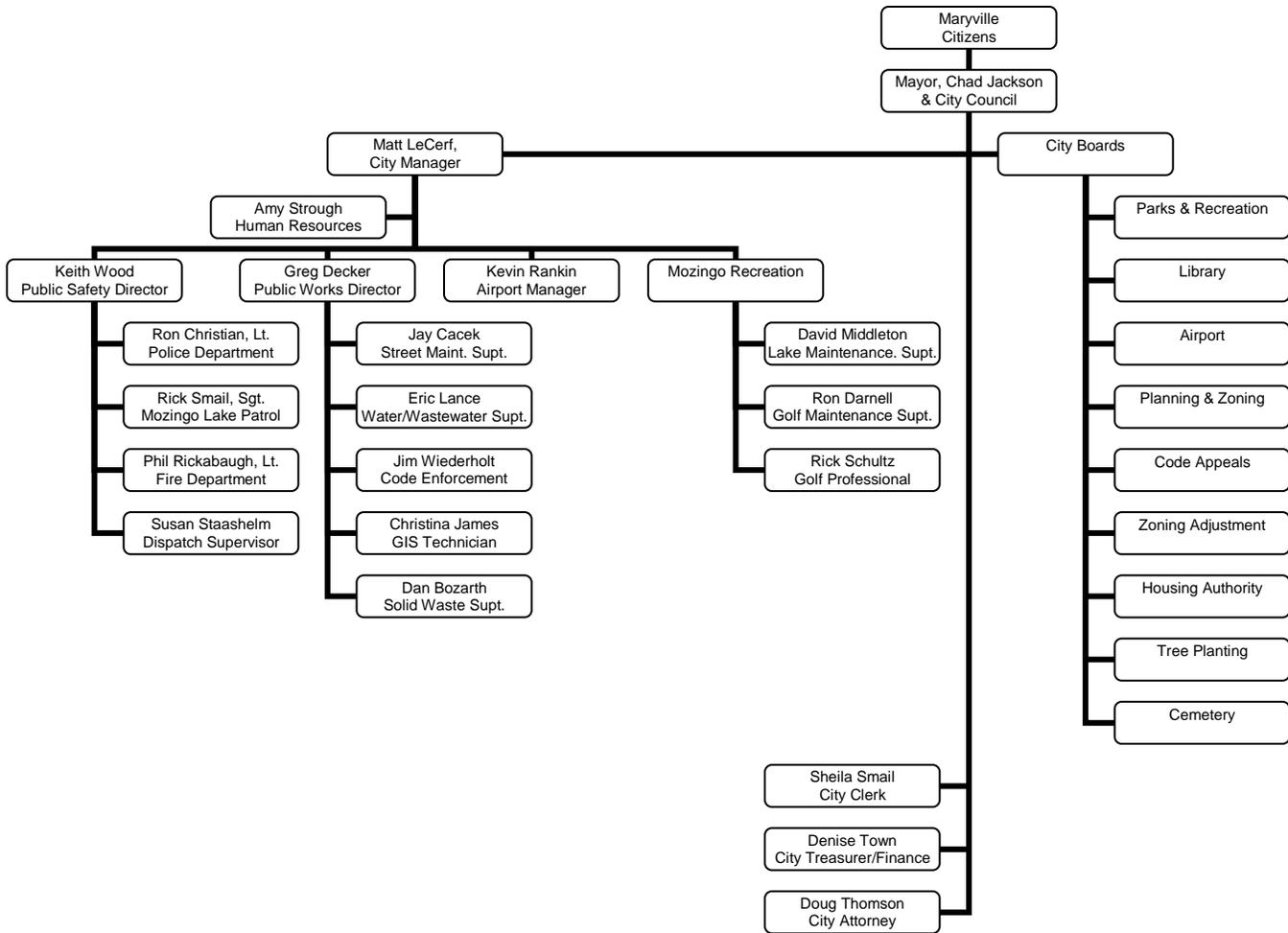
Matthew LeCerf  
City Manager



Denise Town  
Finance Director

# City of Maryville, Missouri

## Organizational Chart Year Ended September 30, 2008



**City of Maryville, Missouri**

**Principal Officials  
Year Ended September 30, 2008**

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**Elected Officials**

<b>Title</b>	<b>Name</b>
Mayor	Chad Jackson
Mayor Pro-Tem	Carole Coutts
Council Member	Patricia Cummings
Council Member	Ronnie Moss
Council Member	Michael Thompson

**Administration**

City Manager	Matthew LeCerf
City Clerk	Sheila Smail
Public Safety Director	R. Keith Wood
Public Works Director	Greg Decker
City Treasurer	Denise Town
City Attorney	Doug Thomson
Park & Recreation Director	Rod Auxier

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## Financial Section

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# McGladrey & Pullen

Certified Public Accountants

## Independent Auditor's Report

To the Honorable Mayor and  
Members of the City Council  
City of Maryville, Missouri  
Maryville, Missouri

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Maryville, Missouri, as of and for the year ended September 30, 2008, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Maryville's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the City of Maryville Public Library, which represents all of the assets and revenues of the discretely presented component unit of the City of Maryville, Missouri. Those financial statements were audited by other auditors whose report thereon has been furnished to us and our opinion, insofar as it relates to the amounts included for the Maryville Public Library, is based on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Maryville, Missouri, as of September 30, 2008, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 2, 2009 on our consideration of the City of Maryville, Missouri's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis on pages 3 through 14, and the Schedule of Funding Progress and Budgetary Comparison Information on pages 47 through 51 are not a required part of the basic financial statements but are supplementary information required by the accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Maryville, Missouri's basic financial statements. The combining and individual nonmajor fund financial statements and other schedules, listed in the table of contents as supplementary information, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*McGladrey & Pullen, LLP*

Kansas City, Missouri  
February 2, 2009

# **M**ANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the City of Maryville's (the City) financial statements presents a narrative overview and comparative analysis of the financial activities of the City for the fiscal year ended September 30, 2008.

We offer those interested in the City of Maryville's financial statements this narrative overview and analysis of the financial activities of the City of Maryville for the fiscal year ended September 30, 2008.

## **FINANCIAL HIGHLIGHTS**

The assets of the City exceeded its liabilities at the close of the September 30, 2008 fiscal year by \$23,012,208 (net assets). The assets of the City exceeded its liabilities at the close of the September 30, 2007 fiscal year by \$20,003,697 (net assets).

The government's total net assets increased by \$3,008,511 and by \$623,415 for fiscal years September 30, 2008 and 2007, respectively.

As of the close of this current fiscal year, the City of Maryville's governmental funds reported combined ending fund balances of \$3,844,975, an increase of \$1,504,049 in comparison with the prior year. Approximately 48 percent of this total amount, \$1,852,521, is available for spending at the government's discretion (unreserved fund balance). As of the close of the September 30, 2007 fiscal year, the City of Maryville's governmental funds reported combined ending fund balances of \$2,340,926, an increase of \$414,287 in comparison with the prior year. Approximately 68 percent of the total amount, \$1,598,109, is available for spending at the government's discretion (unreserved fund balance).

At the end of the current fiscal year, unreserved fund balance for the General Fund was \$1,477,003, or 25.0 percent of total General Fund expenditures. For September 30, 2007, unreserved fund balance of the General Fund was \$1,399,965, or 31.1 percent of total General Fund expenditures.

The City of Maryville's total debt, excluding compensated absences, increased by \$1,316,899 (12.6 percent) during the current fiscal year.

## City of Maryville, Missouri

### Management's Discussion and Analysis For Fiscal Year Ended September 30, 2008

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#### OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City of Maryville's basic financial statements. The City of Maryville's basic financial statements comprise three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the basic financial statements.

#### Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The **statement of net assets** presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether or not the financial position of the City is improving or deteriorating.

The **statement of activities** presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods, such as revenues pertaining to uncollected taxes and expense pertaining to earned but unused vacation.

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, public works, and park and recreation. The business-type activities of the City include water/sewer utility, solid waste, and Mozingo golf.

The government-wide financial statements include the City of Maryville itself (known as the primary

government). The financial statements also include the Maryville Public Library, the component unit of the City of Maryville. The component unit, although a legally separate entity, is included in the City's reporting entity as a discretely presented component unit because of its governance and financial relationship with the City.

Separate financial statements for the Maryville Public Library may be obtained by writing to the Maryville Public Library, 509 North Main, Maryville, Missouri 64468.

#### Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, used fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into the following three categories: **Governmental Funds**, **Proprietary Funds**, and **Fiduciary Funds**.

#### Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in determining what financial resources are available in the near future to finance the City's programs.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, the reader may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate

## City of Maryville, Missouri

### Management's Discussion and Analysis For Fiscal Year Ended September 30, 2008

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this comparison between governmental funds and governmental activities.

The City maintains five (5) individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Park and Recreation Fund, and the Capital Improvements Fund which are considered to be major funds. Data from the remaining governmental funds, the TIF Fund and the Debt Retirement Fund, are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

#### **Proprietary Funds**

Proprietary funds are generally used to account for services for which the City charges customers—either outside customers, or internal units or departments of the City. Proprietary funds provide the same type of information as shown in the government-wide financial statements, only in more detail. The City maintains the following two types of Proprietary funds:

**Enterprise Funds** are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses Enterprise funds to account for the operations of the Water and Sewer, Solid Waste, and Mazingo Recreation activities. All Enterprise funds are considered to be major funds of the City.

**Internal Service Funds** are used to report activities that provide supplies and services for certain City programs and activities. The City uses Internal Service funds to account for its fleet of vehicles and equipment and health insurance benefits. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements. The Internal Service funds are combined into a single, aggregated presentation in the propriety fund financial statements. Individual fund data for the Internal Service funds is provided in the form of combining statements elsewhere in this report.

#### **Fiduciary Funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside the City. The City has two private-purpose trust funds and one agency fund, which are reported under the Fiduciary funds. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. The accounting used for Fiduciary funds is much like that used for Proprietary funds.

#### **Notes to the Financial Statements**

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

#### **Required Supplementary Information**

In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension benefits to its employees and budgetary comparison schedules for the General Fund and major special revenue funds.

#### **Combining Statements**

The combining statements referred to earlier in connection with non-major Governmental funds, Internal Service funds and Fiduciary funds are presented immediately following the required supplementary information on pensions and budgetary comparison information.

### **GOVERNMENT-WIDE FINANCIAL ANALYSIS**

#### **Analysis of Net Assets**

As noted earlier, net assets may serve as a useful indicator of a government's financial position. For the City, assets exceeded liabilities by \$23,012,208 at the close of the fiscal year ended September 30, 2008.

The largest portion of the City's net assets reflects its investment of \$17,466,532 (76.5 percent) in capital assets (e.g. land, buildings, and equipment), less any related outstanding debt used to acquire those assets. The City uses these capital assets to

## City of Maryville, Missouri

### Management's Discussion and Analysis For Fiscal Year Ended September 30, 2008

provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be liquidated from these liabilities.

#### Net Assets

	Governmental Activities 2008	Business-Type Activities 2008	Total 2008	Governmental Activities 2007	Business-Type Activities 2007	Total 2007
<b>Assets</b>						
Current and other assets	\$ 5,828,887	\$ 6,341,684	\$12,170,571	\$ 4,102,418	\$ 5,871,136	\$ 9,973,554
Capital assets	9,025,469	17,641,224	26,666,693	7,119,926	18,756,166	25,876,092
Total assets	<u>14,854,356</u>	<u>23,982,908</u>	<u>38,837,264</u>	<u>11,222,344</u>	<u>24,627,302</u>	<u>35,849,646</u>
<b>Liabilities</b>						
Noncurrent liabilities	6,502,450	6,086,321	12,588,771	5,110,000	6,931,107	12,041,107
Other liabilities	2,082,516	1,153,769	3,236,285	1,997,693	1,807,149	3,804,842
Total liabilities	<u>8,584,966</u>	<u>7,240,090</u>	<u>15,825,056</u>	<u>7,107,693</u>	<u>8,738,256</u>	<u>15,845,949</u>
<b>Net Assets</b>						
Invested in capital assets, net of related debt	5,949,774	12,683,513	18,633,287	4,369,098	13,670,414	18,039,512
Restricted	1,201,217	1,091,437	2,292,654	953,509	1,162,722	2,116,231
Unrestricted	(881,601)	2,967,868	2,086,267	(1,207,956)	1,055,910	(152,046)
Total net assets	<u>\$ 6,269,390</u>	<u>\$16,742,818</u>	<u>\$23,012,208</u>	<u>\$ 4,114,651</u>	<u>\$15,889,046</u>	<u>\$20,003,697</u>

An additional portion of the City of Maryville's net assets (10.0 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets is \$2,086,267.

At the end of the current fiscal year, the City of Maryville is not able to report positive balances in all three categories of net assets for the governmental activities due to the tax increment revenue bonds issued for construction of assets that are not City-owned.

## City of Maryville, Missouri

### Management's Discussion and Analysis For Fiscal Year Ended September 30, 2008

#### Analysis of Changes in Net Assets

The changes in net assets are highlighted in the following table, which shows the City's revenues and expenses for the fiscal year. These two main components are subtracted to yield the change in net assets.

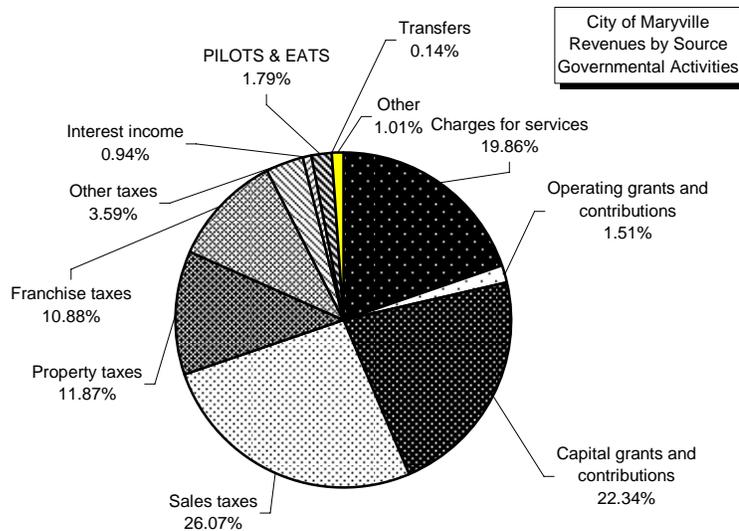
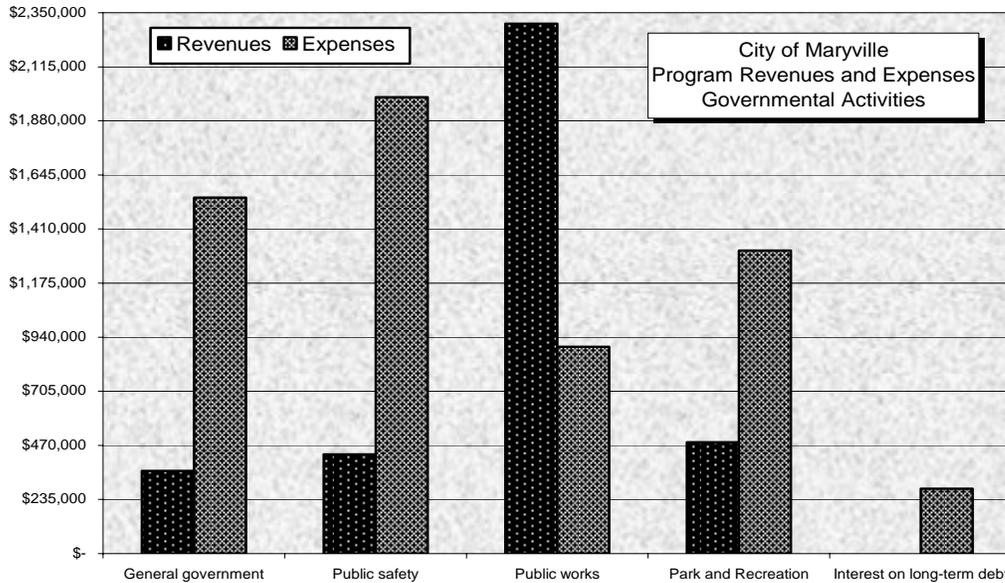
#### Changes in Net Assets

	Governmental Activities 2008	Business-Type Activities 2008	Total 2008	Governmental Activities 2007	Business-Type Activities 2007	Total 2007
<b>Revenues:</b>						
Program revenues:						
Charges for services	\$ 1,624,855	\$ 5,295,471	\$ 6,920,326	\$ 1,719,344	\$ 4,872,381	\$ 6,591,725
Operating grants and contributions	123,740	-	123,740	19,901	-	19,901
Capital grants and contributions	1,828,000	240,684	2,068,684	503,111	18,000	521,111
General revenues:						
Property taxes	971,527	-	971,527	905,771	-	905,771
Sales taxes	2,132,592	859,241	2,991,833	2,057,902	828,882	2,886,784
Franchise taxes	889,928	-	889,928	679,430	-	679,430
Other taxes	293,981	-	293,981	325,880	-	325,880
PILOTS & EATS-TIF	146,223	-	146,223	44,159	-	44,159
Interest income	76,987	147,648	224,635	111,956	232,183	344,139
Other	82,254	13,700	95,954	136,087	-	136,087
Total revenues	<u>8,170,087</u>	<u>6,556,744</u>	<u>14,726,831</u>	<u>6,503,541</u>	<u>5,951,446</u>	<u>12,454,987</u>
<b>Expenses:</b>						
General government	1,547,491	-	1,547,491	430,629	-	430,629
Public safety	1,982,827	-	1,982,827	1,785,307	-	1,785,307
Public works	897,955	-	897,955	1,842,358	-	1,842,358
Parks and recreation	1,317,098	-	1,317,098	1,336,385	-	1,336,385
Interest on long-term debt	281,591	-	281,591	281,927	-	281,927
Solid waste	-	719,249	719,249	-	644,904	644,904
Water and sewer	-	3,284,078	3,284,078	-	3,944,645	3,944,645
Mozingo recreation	-	1,688,031	1,688,031	-	1,565,417	1,565,417
Total expenses	<u>6,026,962</u>	<u>5,691,358</u>	<u>11,718,320</u>	<u>5,676,606</u>	<u>6,154,966</u>	<u>11,831,572</u>
Excess (deficiency) before transfers	2,143,125	865,386	3,008,511	826,935	(203,520)	623,415
Transfers	<u>11,614</u>	<u>(11,614)</u>	<u>-</u>	<u>8,133</u>	<u>(8,133)</u>	<u>-</u>
Increase (decrease) in net assets	2,154,739	853,772	3,008,511	835,068	(211,653)	623,415
Net assets, beginning	4,114,651	15,889,046	20,003,697	3,279,583	16,100,699	19,380,282
Net assets, ending	<u>\$ 6,269,390</u>	<u>\$16,742,818</u>	<u>\$23,012,208</u>	<u>\$ 4,114,651</u>	<u>\$15,889,046</u>	<u>\$20,003,697</u>

# City of Maryville, Missouri

## Management's Discussion and Analysis For Fiscal Year Ended September 30, 2008

**Governmental activities.** Total governmental activities' revenue for the fiscal year was \$8,170,087. The largest single revenue source for the City was sales tax of \$2,132,592. Sales tax increased by \$74,690 (3.6 percent) from 2007. Certain revenues are generated that are specific to governmental program activities. These totaled \$3,576,595 in 2008 and \$2,242,356 in 2007.

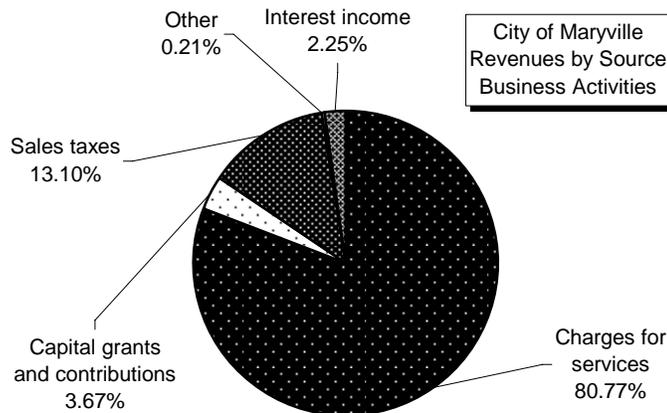
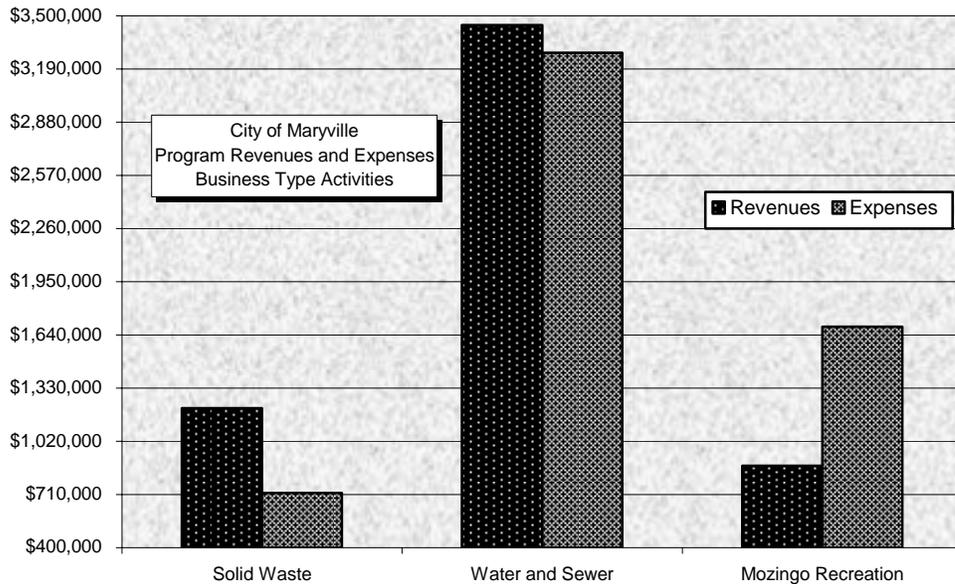


## City of Maryville, Missouri

### Management's Discussion and Analysis For Fiscal Year Ended September 30, 2008

As shown in the preceding two graphs, public safety is the largest function in expense (32.95 percent), followed by general government (25.7 percent) and park and recreation (21.9 percent). General revenues such as sales and property taxes are not shown by program, but are effectively used to support program activities citywide.

**Business-type activities.** Business-type activities increased the City's net assets by \$853,772. This is due to a reduction in the City's Financial Assurance Instrument required by the Department of Natural Resources upon the successful closure of the City's sanitary landfill.



## City of Maryville, Missouri

### Management's Discussion and Analysis For Fiscal Year Ended September 30, 2008

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As shown in the preceding two graphs for business-type activities' revenues, the largest of Maryville's business-type activities, Water and Sewer, had expenses of \$3,284,078, followed by Mozingo Recreation with operating expenses of \$1,688,031, and finally Solid Waste with \$719,249 in operating expenses. For the fiscal year, revenues exceeded expenses in two of the three activities. Fees provided the largest share of revenues (80.8 percent) followed by sales taxes (13.1 percent) collected for operations at Lake Mozingo.

#### FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

##### Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available for spending. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Types of Governmental funds reported by the City include the General Fund, Special Revenue Fund, Debt Service Fund, and Capital Improvements Fund.

As of the end of the current fiscal year, the City of Maryville's governmental funds reported combined ending fund balances of \$3,844,975, an increase of \$1,504,049 in comparison with the prior year. Approximately 48 percent of this total amount, (\$1,852,521), constitutes unreserved fund balance, which is available for spending at the government's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed: 1) to pay debt service (\$757,401) and 2) for other restricted purposes (\$1,235,053).

As of the end of the September 30, 2007 fiscal year, the City of Maryville's governmental funds reported combined ending fund balances of \$2,340,926, an increase of \$414,287 in comparison with the prior year. Approximately 69 percent of this total amount, (\$1,598,109), constitutes

unreserved fund balance, which is available for spending at the government's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed: 1) to pay debt service (\$723,875) and 2) for other restricted purposes (\$18,942).

The General Fund is the chief operating fund of the City of Maryville. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$1,477,003, while total fund balance was \$1,482,622. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 25.0 percent of total General Fund expenditures, while total fund balance represents 25.1 percent of that same amount. The fund balance of the City of Maryville's General Fund increased by \$76,263 during the current fiscal year.

The Park and Recreation Fund has a total fund balance of \$388,324. The net increase in fund balance during the current year was \$177,632. This was mainly due to actual tax revenues exceeding the budget, and lower than budgeted personnel costs.

The Capital Improvements Fund has a total fund balance of \$1,216,628, which represents the net increase in fund balance also. Certificates of Participation were issued during the fiscal year to pay for major street improvements which were not complete at September 30, 2008.

##### General Fund Budgetary Highlights

Actual revenue exceeded budget, mainly due to cell phone franchise tax settlements. Actual expenditures were also less than budgeted, mainly due to unfilled staff positions.

##### Proprietary Funds

The City of Maryville's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the Solid Waste Fund at the end of the year were \$(2,188,821); those for the

## **City of Maryville, Missouri**

### **Management's Discussion and Analysis For Fiscal Year Ended September 30, 2008**

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Water and Sewer Fund were \$4,258,844; and those for the Mozingo Recreation Fund were \$897,844. Other factors concerning the finances of these funds have already been addressed in the discussion of the City's business-type activities.

#### **Fiduciary Funds**

The City maintains Fiduciary Funds for the assets of the Oak Hill Cemetery Perpetual Fund and Municipal Court Agency Fund. The monies held in the Cemetery Perpetual Care fund is to be used for the non-routine maintenance and care of the cemetery. The ongoing general repairs and maintenance are accounted for in the General Fund. Net assets at the end of the year were \$264,252 in the Oak Hill Cemetery Perpetual Fund.

**City of Maryville, Missouri**

**Management's Discussion and Analysis  
For Fiscal Year Ended September 30, 2008**

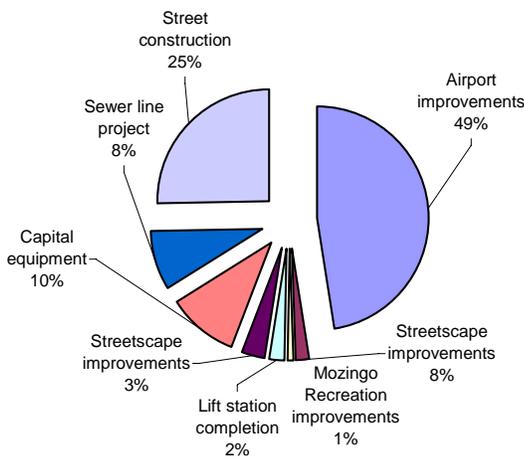
**Capital Asset and Debt Administration**

**Capital Assets.** The City of Maryville's investment in capital assets for its governmental and business-type activities as of September 30, 2008, amounts to \$26,666,693 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, improvements, machinery and equipment. Major capital asset expenditures during 2008 and 2007 include:

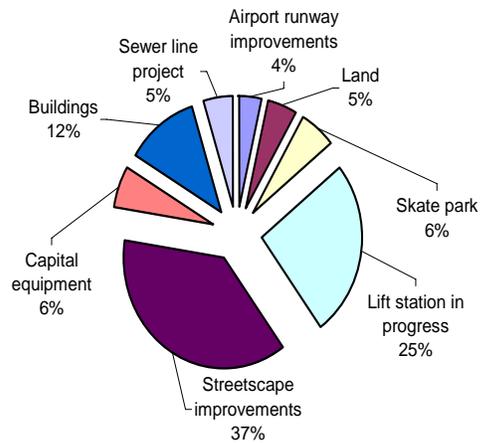
	<u>2008</u>	<u>2007</u>
Land	\$ -	\$ 74,625
Trail development	55,571	-
Improvements at Mozingo Recreation	-	-
Capital equipment	316,013	98,345
Street construction	773,342	-
Skate park	-	91,677
Buildings	-	184,436
Airport improvements	1,449,462	57,775
Lift station in progress	64,078	405,110
Streetscape improvements	102,755	591,493
Mozingo recreation improvements	29,369	-
Sewer line project	255,270	72,454
	<u>\$ 3,045,860</u>	<u>\$ 1,575,915</u>

The following graph shows the capital expenditures by percentage:

2008 Expenditures



2007 Expenditures



## City of Maryville, Missouri

### Management's Discussion and Analysis For Fiscal Year Ended September 30, 2008

#### Capital Assets, Net of Depreciation

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Land	\$ 456,757	\$ 456,757	\$ 1,868,236	\$ 1,868,236	\$ 2,324,993	\$ 2,324,993
Buildings	3,897,627	3,897,627	8,458,141	8,458,141	12,355,768	12,355,768
Improvements other than buildings	7,117,471	6,342,981	31,581,538	30,815,352	38,699,009	37,158,333
Construction in progress	2,460,232	879,115	47,282	439,230	2,507,514	1,318,345
Machinery and equipment	2,232,369	2,157,042	2,989,251	2,885,965	5,221,620	5,043,007
Accumulated depreciation	(7,138,987)	(6,613,596)	(27,303,224)	(25,710,758)	(34,442,211)	(32,324,354)
Total	\$ 9,025,469	\$ 7,119,926	\$ 17,641,224	\$ 18,756,166	\$ 26,666,693	\$ 25,876,092

Additional information on the City of Maryville's capital assets can be found in Note 4 of this report.

**Long-term debt.** At the end of the current fiscal year, the City of Maryville had total bonded debt outstanding of \$2,770,000, which is debt backed by the full faith and credit of the government.

#### Outstanding Debt

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
General obligation bonds	\$ 2,565,000	\$ 2,770,000	\$ -	\$ -	\$ 2,565,000	\$ 2,770,000
TIF revenue bonds	2,545,000	2,580,000	-	-	2,545,000	2,580,000
Revenue bonds	-	-	4,150,000	4,630,000	4,150,000	4,630,000
Certificates of participation	1,730,000	-	-	-	1,730,000	-
Notes payable	-	-	92,296	106,299	92,296	106,299
Capital leases	-	45,060	715,415	349,453	715,415	394,513
Total	\$ 6,840,000	\$ 5,395,060	\$ 4,957,711	\$ 5,085,752	\$ 11,797,711	\$ 10,480,812

The City of Maryville's total debt increased by \$1,316,899 (12.6 percent) during the current fiscal year. Additional information on the City of Maryville's long-term debt can be found in Note 5 of this report.

#### Economic Factors and Next Year's Budgets and Rates

Economic development continues to be the main focus of the City Council and is at the forefront of the 2009 fiscal year budget. Two major projects continuing on in fiscal year 2009 are downtown revitalization using enhancement funds from the Missouri Department of Transportation and community donations; and improvements to the airport and its runway, which is slated for completion this fiscal year. Funding for the airport improvements is also being provided by a federal grant from the Department of Transportation, with a 5 percent match from the City. In August 2007 the City was notified of its selection for the Governor's Downtown Revitalization and Economic Assistance for Missouri (DREAM) Initiative, which provides planning assistance. In the Water/Sewer Fund, plans are underway to erect two new water towers to improve water distribution. The City is exploring its options to meet new wastewater treatment discharge requirements which go into effect in 2011. Mozingo Recreation is developing a new 10-year plan to guide park development of amenities such as cabins, RV sites, and ensuring the needs of its visitors are being met. In April 2008 a new 10-year capital improvements sales tax was passed to create funding for street improvements, capital equipment, water/sewer and storm water repairs, emergency siren system upgrades, and provide matching dollars for trail development.

#### Requests for Information

This financial report is designed to provide a general overview of the City of Maryville's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this

**City of Maryville, Missouri**

**Management's Discussion and Analysis  
For Fiscal Year Ended September 30, 2008**

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report or requests for additional financial information should be addressed to: Denise Town, City Treasurer, City of Maryville, P.O. Box 438, Maryville, Missouri 64468.

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## **Basic Financial Statements**

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# City of Maryville, Missouri

## Statement of Net Assets

September 30, 2008

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	
<b>ASSETS</b>				
Current Assets:				
Cash, cash equivalents and investments	\$ 2,056,589	\$ 4,389,362	\$ 6,445,951	\$ 487,605
Receivables, net:				
Taxes	1,379,889	114,777	1,494,666	---
Grants	349,890	---	349,890	---
Utilities	---	513,376	513,376	---
Accounts	19,631	---	19,631	3,803
Other	895	14,300	15,195	6,093
Internal balances	51,841	(51,841)	---	---
Inventory	5,106	104,419	109,525	---
Total Current Assets	<u>3,863,841</u>	<u>5,084,393</u>	<u>8,948,234</u>	<u>497,501</u>
Noncurrent Assets:				
Restricted assets:				
Cash, cash equivalents and investments	1,907,825	1,091,437	2,999,262	41,776
Intangible asset	---	165,854	165,854	---
Bond issuance costs	57,221	---	57,221	---
Capital assets:				
Nondepreciable	2,916,989	1,915,518	4,832,507	---
Depreciable, net	<u>6,108,480</u>	<u>15,725,706</u>	<u>21,834,186</u>	<u>783,697</u>
Total Noncurrent Assets	<u>10,990,515</u>	<u>18,898,515</u>	<u>29,889,030</u>	<u>825,473</u>
Total Assets	<u>\$ 14,854,356</u>	<u>\$ 23,982,908</u>	<u>\$ 38,837,264</u>	<u>\$ 1,322,974</u>
<b>LIABILITIES</b>				
Current Liabilities:				
Accounts payable and accrued expenses	\$ 716,288	\$ 224,116	\$ 940,404	\$ 24,380
Refundable deposits	---	61,502	61,502	---
Accrued interest payable	9,908	56,187	66,095	---
Compensated absences payable	145,164	61,204	206,368	---
Unearned revenue	926,156	---	926,156	---
Long-term liabilities due within one year	285,000	750,760	1,035,760	---
Total Current Liabilities	<u>2,082,516</u>	<u>1,153,769</u>	<u>3,236,285</u>	<u>24,380</u>
Noncurrent Liabilities:				
Landfill post-closure liability	---	1,879,370	1,879,370	---
Bond discounts and premiums, net	(52,550)	---	(52,550)	---
Long-term liabilities due in more than one year	<u>6,555,000</u>	<u>4,206,951</u>	<u>10,761,951</u>	<u>---</u>
Total Noncurrent Liabilities	<u>6,502,450</u>	<u>6,086,321</u>	<u>12,588,771</u>	<u>---</u>
Total Liabilities	<u>8,584,966</u>	<u>7,240,090</u>	<u>15,825,056</u>	<u>24,380</u>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	\$ 5,949,774	\$ 12,683,513	18,633,287	783,697
Restricted:				
Debt service	418,153	1,091,437	1,509,590	---
Tax increment financing project debt service	339,248	---	339,248	---
Park and recreation	388,324	---	388,324	---
Other purposes	55,492	---	55,492	41,776
Unrestricted	<u>(881,601)</u>	<u>2,967,868</u>	<u>2,086,267</u>	<u>473,121</u>
Total Net Assets	<u>6,269,390</u>	<u>16,742,818</u>	<u>23,012,208</u>	<u>1,298,594</u>
Total Liabilities and Net Assets	<u>\$ 14,854,356</u>	<u>\$ 23,982,908</u>	<u>\$ 38,837,264</u>	<u>\$ 1,322,974</u>

# City of Maryville, Missouri

## Statement of Activities

For the Year Ended September 30, 2008

Function/Programs	Program Revenues				Primary Government			Component Unit
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total	
<b>Primary government:</b>								
Governmental Activities:								
General government	\$ 1,547,491	\$ 358,886	\$ ---	\$ ---	\$ (1,188,605)	\$ ---	\$ (1,188,605)	
Public safety	1,982,827	421,022	10,359	---	(1,551,446)	---	(1,551,446)	
Public works	897,955	364,685	109,111	1,828,000	1,403,841	---	1,403,841	
Park and recreation	1,317,098	480,262	4,270	---	(832,566)	---	(832,566)	
Interest on long-term debt	281,591	---	---	---	(281,591)	---	(281,591)	
<b>Total Governmental Activities</b>	<b>6,026,962</b>	<b>1,624,855</b>	<b>123,740</b>	<b>1,828,000</b>	<b>(2,450,367)</b>	<b>---</b>	<b>(2,450,367)</b>	
Business-Type Activities:								
Solid Waste	719,249	1,212,335	---	---	---	493,086	493,086	
Water/sewer utility	3,284,078	3,205,186	---	240,684	---	161,792	161,792	
Mozingo Recreation	1,688,031	877,950	---	---	---	(810,081)	(810,081)	
<b>Total Business-Type Activities</b>	<b>5,691,358</b>	<b>5,295,471</b>	<b>---</b>	<b>240,684</b>	<b>---</b>	<b>(155,203)</b>	<b>(155,203)</b>	
<b>Total Primary Government</b>	<b>\$ 11,718,320</b>	<b>\$ 6,920,326</b>	<b>\$ 123,740</b>	<b>\$ 2,068,684</b>	<b>\$ (2,450,367)</b>	<b>\$ (155,203)</b>	<b>\$ (2,605,570)</b>	
<b>Component Units:</b>								
Maryville Public Library	\$ 240,454	\$ 10,495	\$ 355,589	\$ 8,460	\$ ---	\$ ---	\$ -	\$ 134,090
General Revenues:								
Taxes:								
Property Taxes					971,527	---	971,527	184,518
Sales Taxes					2,132,592	859,241	2,991,833	---
Franchise Taxes					889,928	---	889,928	---
Other Taxes					293,981	---	293,981	---
PILOT & EATS - TIF					146,223	---	146,223	---
Interest					76,987	147,648	224,635	(18,832)
Other					82,254	13,700	95,954	9,142
Transfers					11,614	(11,614)	---	---
<b>Total General Revenues and Transfers</b>					<b>4,605,106</b>	<b>1,008,975</b>	<b>5,614,081</b>	<b>174,828</b>
Change in Net Assets					2,154,739	853,772	3,008,511	308,918
Net Assets - Beginning					4,114,651	15,889,046	20,003,697	989,676
<b>Net Assets - Ending</b>					<b>\$ 6,269,390</b>	<b>\$ 16,742,818</b>	<b>\$ 23,012,208</b>	<b>\$ 1,298,594</b>

# City of Maryville, Missouri

## Balance Sheet

### Governmental Funds

September 30, 2008

	General Fund	Park and Recreation Fund	Capital Improvements Fund	Non-Major Governmental Funds	Total Governmental Funds
<b>ASSETS</b>					
Cash, cash equivalents and investments	\$ 1,312,016	\$ 358,825	\$ 284,125	\$ ---	\$ 1,954,966
Receivables, net:					
Taxes	790,224	412,357	---	177,308	1,379,889
Grants	349,890	---	---	---	349,890
Accounts	15,811	---	---	3,820	19,631
Due from other funds	51,841	---	---	---	51,841
Restricted assets:					
Cash, cash equivalents and investments	5,619	12,806	1,166,755	722,645	1,907,825
Total Assets	<u>\$ 2,525,401</u>	<u>\$ 783,988</u>	<u>\$ 1,450,880</u>	<u>\$ 903,773</u>	<u>\$ 5,664,042</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable and accrued expenses	455,565	19,344	234,252	70	709,231
Deferred revenue	587,214	376,320	---	146,302	1,109,836
Total Liabilities	<u>1,042,779</u>	<u>395,664</u>	<u>234,252</u>	<u>146,372</u>	<u>1,819,067</u>
Fund Balances:					
Reserved for:					
Debt service	\$ ---	\$ ---	\$ ---	\$ 757,401	\$ 757,401
Other purposes	5,619	12,806	1,216,628	---	1,235,053
Unreserved:					
General Fund	1,477,003	---	---	---	1,477,003
Special revenue fund	---	375,518	---	---	375,518
Total Fund Balances	<u>1,482,622</u>	<u>388,324</u>	<u>1,216,628</u>	<u>757,401</u>	<u>3,844,975</u>
Total Liabilities and Fund Balances	<u>\$ 2,525,401</u>	<u>\$ 783,988</u>	<u>\$ 1,450,880</u>	<u>\$ 903,773</u>	<u>\$ 5,664,042</u>

**City of Maryville, Missouri**  
**Reconciliation of the Governmental Funds Balance Sheet**  
**to the Statement of Net Assets**

September 30, 2008

---

Fund Balances - Total Governmental Funds	\$ 3,844,975
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets net of depreciation are not financial resources and are not reported in governmental funds.	9,017,767
Long-term debt and compensated absences are not due and payable with current financial resources and are not reported in governmental funds.	
General obligation and TIF revenue bonds	(5,110,000)
Certificates of participation	(1,730,000)
Compensated absences	(144,394)
Bond issuance costs	57,221
Bond discount	60,673
Bond premium	(8,123)
Accrued interest payable for the current portion of interest due on general obligation bonds has not been reported in the governmental funds.	(9,908)
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.	183,680
Internal service funds are used by management to charge the costs of certain activities, such as insurance and vehicles, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	<u>107,499</u>
Net assets of governmental activities	<u><u>\$ 6,269,390</u></u>

# City of Maryville, Missouri

## Statement of Revenues, Expenditures, and Changes in Fund Balances

### Governmental Funds

For the Year Ended September 30, 2008

	General Fund	Park and Recreation Fund	Capital Improvements Fund	Non-Major Governmental Funds	Total Governmental Funds
<b>REVENUES</b>					
Taxes	\$ 3,609,106	\$ 615,795	\$ ---	\$ 507,181	\$ 4,732,082
Licenses and permits	73,573	---	---	---	73,573
Intergovernmental revenues	2,091,656	4,270	---	---	2,095,926
Charges for services	11,092	480,262	---	---	491,354
Fines and forfeitures	417,626	---	---	---	417,626
Interest	44,630	9,476	2,549	20,332	76,987
Other	49,874	48,985	---	---	98,859
Total Revenues	<u>6,297,557</u>	<u>1,158,788</u>	<u>2,549</u>	<u>527,513</u>	<u>7,986,407</u>
<b>EXPENDITURES</b>					
Current:					
General government	861,449	---	---	---	861,449
Public safety	2,011,583	---	---	---	2,011,583
Public works	2,976,300	---	---	---	2,976,300
Park and recreation	---	994,128	---	---	994,128
Capital outlay	---	---	773,402	21,989	795,391
Debt service:					
Principal retirement	45,060	---	---	240,000	285,060
Interest and fiscal charges	3,615	---	---	269,742	273,357
Bond issuance costs	---	---	36,181	---	36,181
Total expenditures	<u>5,898,007</u>	<u>994,128</u>	<u>809,583</u>	<u>531,731</u>	<u>8,233,449</u>
Excess of revenues over (under) expenditures	399,550	164,660	(807,034)	(4,218)	(247,042)
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	---	15,875	284,185	40,647	340,707
Transfers out	(323,287)	(2,903)	---	(2,903)	(329,093)
Bond Premium	---	---	9,477	---	9,477
Issuance of long-term debt	---	---	1,730,000	---	1,730,000
Total other financing sources (uses)	<u>(323,287)</u>	<u>12,972</u>	<u>2,023,662</u>	<u>37,744</u>	<u>1,751,091</u>
Net change in fund balances	76,263	177,632	1,216,628	33,526	1,504,049
Fund balances - Beginning	<u>1,406,359</u>	<u>210,692</u>	<u>---</u>	<u>723,875</u>	<u>2,340,926</u>
Fund balances - Ending	<u>\$ 1,482,622</u>	<u>\$ 388,324</u>	<u>\$ 1,216,628</u>	<u>\$ 757,401</u>	<u>\$ 3,844,975</u>

**City of Maryville, Missouri**  
**Reconciliation of the Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances of Governmental Funds**  
**to the Statement of Activities**

For the Year Ended September 30, 2008

Net change in fund balances - Total governmental funds	\$ 1,504,049
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets is allocated over their estimated useful lives as depreciation expense.	
Capital outlay	2,483,866
Depreciation expense	(575,386)
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	285,060
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets:	
Issuance of long-term debt	(1,730,000)
Bond issuance costs	36,181
Bond premium	(9,477)
Amortization of issuance costs and discount	(8,911)
Accrued interest payable for general obligation bonds. This is the net change in accrued interest for the current period.	677
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	183,680
To record as an expense the net change in compensated absences in the Statement of Activities	(12,120)
Internal service funds are used by management to charge the costs of certain activities, such as equipment management and insurance, to individual funds. The net revenues (expenses) of the internal service funds is reported with governmental activities.	(2,880)
Change in net assets of governmental activities	<u>\$ 2,154,739</u>

# City of Maryville, Missouri

## Statement of Net Assets

### Proprietary Funds

September 30, 2008

	Solid Waste Fund	Water and Sewer Fund	Mozingo Recreation Fund	Totals	Governmental Activities - Internal Service Funds
<b>ASSETS</b>					
Current:					
Cash, cash equivalents and investments	\$ 8,621	\$ 3,472,346	\$ 908,395	\$ 4,389,362	\$ 101,623
Receivables, net:					
Taxes	---	---	114,777	114,777	---
Utilities	39,700	473,676	---	513,376	---
Other	12,500	1,800	---	14,300	895
Due from other funds	---	249,625	---	249,625	---
Inventory	---	104,419	---	104,419	5,106
Total Current Assets	<u>60,821</u>	<u>4,301,866</u>	<u>1,023,172</u>	<u>5,385,859</u>	<u>107,624</u>
Noncurrent:					
Restricted assets:					
Cash, cash equivalents and investments	---	1,091,437	---	1,091,437	---
Intangible asset	---	165,854	---	165,854	---
Capital assets:					
Nondepreciable	162,599	1,705,637	47,282	1,915,518	---
Depreciable, net	461,720	13,125,015	2,138,971	15,725,706	7,702
Total Noncurrent Assets	<u>624,319</u>	<u>16,087,943</u>	<u>2,186,253</u>	<u>18,898,515</u>	<u>7,702</u>
Total Assets	<u>\$ 685,140</u>	<u>\$ 20,389,809</u>	<u>\$ 3,209,425</u>	<u>\$ 24,284,374</u>	<u>\$ 115,326</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Current:					
Accounts payable and accrued expenses	62,970	88,018	73,128	224,116	7,057
Refundable deposits	---	52,237	9,265	61,502	---
Accrued interest payable	---	56,187	---	56,187	---
Compensated absences payable	5,836	12,434	42,934	61,204	770
Due to other funds	301,466	---	---	301,466	---
Current portion of long term debt	10,199	732,609	7,952	750,760	---
Total Current Liabilities	<u>380,471</u>	<u>941,485</u>	<u>133,279</u>	<u>1,455,235</u>	<u>7,827</u>
Noncurrent:					
Revenue bonds	---	3,645,000	---	3,645,000	---
Note payable	---	77,429	---	77,429	---
Lease obligations payable	59,278	425,244	---	484,522	---
Landfill post-closure liability	1,879,370	---	---	1,879,370	---
Total Noncurrent Liabilities	<u>1,938,648</u>	<u>4,147,673</u>	<u>---</u>	<u>6,086,321</u>	<u>---</u>
Total Liabilities	<u>2,319,119</u>	<u>5,089,158</u>	<u>133,279</u>	<u>7,541,556</u>	<u>7,827</u>
Net assets (deficits):					
Invested in capital assets, net of related debt	554,842	9,950,370	2,178,301	12,683,513	7,702
Restricted for debt service	---	1,091,437	---	1,091,437	---
Unrestricted	(2,188,821)	4,258,844	897,845	2,967,868	99,797
Total net assets (deficits)	<u>(1,633,979)</u>	<u>15,300,651</u>	<u>3,076,146</u>	<u>16,742,818</u>	<u>107,499</u>
Total Liabilities and Net Assets	<u>\$ 685,140</u>	<u>\$ 20,389,809</u>	<u>\$ 3,209,425</u>	<u>\$ 24,284,374</u>	<u>\$ 115,326</u>

**City of Maryville, Missouri**  
**Statement of Revenues, Expenses, and Changes in Net Assets (Deficit)**

**Proprietary Funds**

For the Year Ended September 30, 2008

	Solid Waste Fund	Water and Sewer Fund	Mozingo Recreation Fund	Totals	Governmental Activities - Internal Service Funds
<b>Operating Revenues:</b>					
Charges for services	\$ 607,990	\$ 3,198,253	\$ 867,040	\$ 4,673,283	\$ 887,101
Miscellaneous	604,345	6,933	10,910	622,188	---
Total Operating Revenues	<u>1,212,335</u>	<u>3,205,186</u>	<u>877,950</u>	<u>5,295,471</u>	<u>887,101</u>
<b>Operating Expenses:</b>					
Personnel	122,108	362,100	865,313	1,349,521	57,411
Contractual services	526,987	1,192,300	334,014	2,053,301	790,018
Commodities	24,893	104,600	219,123	348,616	39,615
Depreciation	42,294	1,370,630	264,010	1,676,934	2,937
Total operating expenses	<u>716,282</u>	<u>3,029,630</u>	<u>1,682,460</u>	<u>5,428,372</u>	<u>889,981</u>
Operating income (loss)	496,053	175,556	(804,510)	(132,901)	(2,880)
<b>Nonoperating Revenues (Expenses):</b>					
Taxes	---	---	859,241	859,241	---
Interest income	920	126,885	19,843	147,648	---
Gain on disposal of capital asset	---	13,400	300	13,700	---
Interest expenses and fees	(2,967)	(254,448)	(5,571)	(262,986)	---
Total Nonoperating Revenues (Expenses)	<u>(2,047)</u>	<u>(114,163)</u>	<u>873,813</u>	<u>757,603</u>	<u>---</u>
Income (loss) before transfers and capital contributions	494,006	61,393	69,303	624,702	(2,880)
Capital contributions	---	223,840	16,844	240,684	---
Transfers out	---	---	(11,614)	(11,614)	---
Change in net assets	494,006	285,233	74,533	853,772	(2,880)
Total Net Assets (Deficit) - Beginning	<u>(2,127,985)</u>	<u>15,015,418</u>	<u>3,001,613</u>	<u>15,889,046</u>	<u>110,379</u>
Total Net Assets (Deficit) - Ending	<u>\$ (1,633,979)</u>	<u>\$ 15,300,651</u>	<u>\$ 3,076,146</u>	<u>\$ 16,742,818</u>	<u>\$ 107,499</u>

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# City of Maryville, Missouri

## Statement of Cash Flows

### Proprietary Funds

For the Year Ended September 30, 2008

	Solid Waste Fund	Water and Sewer Fund	Mozingo Recreation Fund	Totals	Governmental Activities - Internal Service Funds
<b>Cash Flows from Operating Activities:</b>					
Cash Received from Customers	\$ 599,996	\$ 3,225,512	\$ 861,690	\$ 4,687,198	\$ 886,206
Cash Paid to Suppliers	(537,376)	(1,906,702)	(514,643)	(2,958,721)	(828,459)
Cash Paid to Employees	(120,059)	(360,310)	(862,837)	(1,343,206)	(57,974)
Other Operating	---	6,933	10,910	17,843	---
Net Cash Provided by (used in) Operating Activities	<u>(57,439)</u>	<u>965,433</u>	<u>(504,880)</u>	<u>403,114</u>	<u>(227)</u>
<b>Cash Flows from Non-Capital Financing Activities:</b>					
Sales Tax	---	---	838,161	838,161	---
Proceeds from other funds	51,841	---	---	51,841	---
Payments to other funds	---	---	---	---	---
Transfers to other funds	---	---	(11,614)	(11,614)	---
Net Cash Provided by Non-Capital Financing Activities	<u>51,841</u>	<u>---</u>	<u>826,547</u>	<u>878,388</u>	<u>---</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>					
Capital contributions	---	223,840	16,844	240,684	---
Proceeds from issuance of debt	78,444	469,188	---	547,632	---
Purchase of Capital Assets	(78,444)	(611,410)	(98,338)	(788,192)	---
Proceeds from sale of capital assets	---	13,400	300	13,700	---
Principal Payments on Capital Debt	(8,967)	(642,695)	(24,011)	(675,673)	---
Interest Paid on Capital Debt	(2,967)	(259,983)	(5,571)	(268,521)	---
Net Cash (used in) Capital and Related Financing Activities	<u>(11,934)</u>	<u>(807,660)</u>	<u>(110,776)</u>	<u>(930,370)</u>	<u>---</u>
<b>Cash Flows from Investing Activities:</b>					
Income Received on Investments	920	126,885	19,843	147,648	---
Net Cash Provided by Investing Activities	<u>920</u>	<u>126,885</u>	<u>19,843</u>	<u>147,648</u>	<u>---</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>					
	(16,612)	284,658	230,734	498,780	(227)
<b>Cash and Cash Equivalents, beginning of year</b>					
	25,233	3,179,125	677,661	3,882,019	101,850
<b>Cash and Cash Equivalents, end of year</b>					
	<u>\$ 8,621</u>	<u>\$ 3,463,783</u>	<u>\$ 908,395</u>	<u>\$ 4,380,799</u>	<u>\$ 101,623</u>

(continued)

# City of Maryville, Missouri

## Statement of Cash Flows (Continued)

### Proprietary Funds

For the Year Ended September 30, 2008

	<b>Solid Waste Fund</b>	<b>Water and Sewer Fund</b>	<b>Mozingo Recreation Fund</b>	<b>Totals</b>	<b>Governmental Activities - Internal Service Funds</b>
Reconciliation of Operating Income (Loss) to Net Cash					
Provided by (used in) Operating Activities:					
Operating income (loss)	\$ 496,053	\$ 175,556	\$ (804,510)	\$ (132,901)	\$ (2,880)
Adjustments to reconcile operating income (loss)					
to net cash provided by (used in) operating activities:					
Depreciation	42,294	1,370,630	264,010	1,676,934	2,937
Change in assets and liabilities:					
Receivables	(8,265)	23,804	---	15,539	(895)
Inventory	---	(18,068)	---	(18,068)	(2,069)
Accounts payable and accrued expenses	14,504	(591,734)	38,494	(538,736)	3,243
Compensated absences	2,049	1,790	2,476	6,315	(563)
Closure/post-closure liability	(604,074)	---	---	(604,074)	---
Deposits	---	3,455	(5,350)	(1,895)	---
<b>Net Cash Provided by (used in) Operating Activities</b>	<b>\$ (57,439)</b>	<b>\$ 965,433</b>	<b>\$ (504,880)</b>	<b>\$ 403,114</b>	<b>\$ (227)</b>
Reconciliation of cash and cash equivalents to					
specific assets on the statement of net assets:					
Cash and cash equivalents	\$ 8,621	\$ 3,463,783	\$ 908,395	\$ 4,380,799	\$ 101,623
Investments in certificates of deposit	---	1,100,000	---	1,100,000	---
	<b>\$ 8,621</b>	<b>\$ 4,563,783</b>	<b>\$ 908,395</b>	<b>\$ 5,480,799</b>	<b>\$ 101,623</b>
Schedule of Noncash Capital and Related					
Financing Activities:					
Change in capital asset acquisitions through					
accounts payable	\$ ---	\$ (226,200)	\$ ---	\$ (226,200)	\$ ---

**City of Maryville, Missouri**  
**Statement of Fiduciary Net Assets**

**Fiduciary Funds**

September 30, 2008

	<u>Private Purpose Trust Fund</u>	<u>Agency Fund</u>	<u>Total</u>
<b>ASSETS</b>			
Cash, cash equivalents and investments	\$ 263,352	\$ 28,338	\$ 291,690
Accounts receivable, net	900	2,728	3,628
Total Assets	<u>\$ 264,252</u>	<u>\$ 31,066</u>	<u>\$ 295,318</u>
<b>LIABILITIES</b>			
Court bonds payable	---	31,066	31,066
Total Liabilities	<u>---</u>	<u>31,066</u>	<u>31,066</u>
<b>NET ASSETS</b>			
Held in trust for other purposes	<u>\$ 264,252</u>	<u>\$ ---</u>	<u>\$ 264,252</u>

**City of Maryville, Missouri**  
**Statement of Changes in Fiduciary Net Assets**

**Fiduciary Fund**

For the Year Ended September 30, 2008

	<u>Private Purpose Trust Fund</u>
<b>ADDITIONS</b>	
Interest income	\$ 9,121
Total Additions	<u>9,121</u>
 <b>DEDUCTIONS</b>	
Contractual services	<u>---</u>
Total Deductions	<u>---</u>
 Change in Net Assets	 9,121
Net assets - beginning	<u>255,131</u>
Net assets - ending	<u><u>\$ 264,252</u></u>

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# City of Maryville, Missouri

## Notes to Basic Financial Statements

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### 1. Summary of Significant Accounting Policies:

The City of Maryville, Missouri (the City) was incorporated in 1869 and covers an area of approximately 4.4 square miles in Nodaway County, Missouri approximately 95 miles north of Kansas City, Missouri. The City is a city of the third class and operates under the Council-Manager form of government. The City Manager is the chief administrative officer of the City. The City provides services to its more than 10,500 residents, including law enforcement, fire protection, water and sewer services, community enrichment and development, and various social services. The Maryville R-II School District, a separate governmental entity, provides educational services.

The accounting policies of the City conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of the more significant policies.

#### **Financial Reporting Entity**

The financial reporting entity presented in these financial statements consists of the City of Maryville (the primary government) and its component unit. The component unit discussed below is included in the City's reporting entity because of the significance of its operational or financial relationship with the City.

Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. Financially accountable means the primary government is accountable for the component unit and the primary government is able to impose its will or the component unit may provide financial benefits or impose a burden on the primary government. Component units can be other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

In addition, the Governmental Accounting Standards Board (GASB) issued Statement No. 39, in May of 2002, which sets forth additional criteria to determine whether certain organizations for which the City is not financially accountable should be reported as component units based on the nature and significance of their relationship with the City. These criteria include 1) the economic resources being received or held by the separate organization being entirely or almost entirely for the direct benefit of the City, its component units, or its constituents and 2) the City being entitled to, or having the ability to otherwise access, a majority of the economic resources received or held by the separate organization and 3) the economic resources received or held by an individual organization that the City is entitled to, or has the ability to otherwise access, are significant to the City.

As required by GAAP, the City has evaluated the above criteria to determine whether any other entity meets the definition of a component unit and must be included in these financial statements. The City has determined that the Maryville Public Library is a component unit. The Maryville Public Library was incorporated under the laws of the State of Missouri. The Library was established to maintain and provide services to the citizens of the City of Maryville, Missouri and Nodaway County, Missouri. The Maryville Public Library is governed by its Board of Trustees comprised of nine members, appointed by the City Council. No member of the City government shall be a member of the board. The Trustees shall hold office, one third for one year, one third for two years, and one third for three years. The Maryville Public Library Board of Trustees appoints a qualified librarian who serves as the chief executive and administrative officer for day-to-day operations.

The Maryville Public Library is presented as a discretely presented component unit in these basic financial statements and has a September 30 year-end. Separately issued financial statements can be obtained by writing the Maryville Public Library, 509 North Main, Maryville, MO 64468.

# City of Maryville, Missouri

## Notes to Basic Financial Statements

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### 1. Summary of Significant Accounting Policies, continued

#### **Government-Wide and Fund Financial Statements:**

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the City. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not included among program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The focus of fund financial statements is on major funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and presented in a single column.

#### **Fund Accounting:**

The accounts of the City are organized on the basis of funds, 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 comprise its assets, liabilities, reserves, fund balance/net assets, revenues and expenditures or expenses, as appropriate. The City has the following funds:

##### *Governmental Fund Types:*

Governmental Funds are those through which most governmental functions of the City are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used; current liabilities are assigned to the fund from which they are paid; and the difference between governmental fund assets and liabilities, the fund equity, is referred to as "fund balance". The measurement focus is upon determination of changes in financial position, rather than upon net income. The following are the City's major governmental funds:

The **General Fund** is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

**Special Revenue Funds** are used to account for the proceeds of specific revenue sources (other than certain capital projects that are legally restricted to expenditures for specific projects).

The **Park and Recreation Fund** is a Special Revenue Fund used to account for the maintenance and improvement of all City park facilities and the development and supervision of various recreation programs.

The **Capital Improvements Fund** is a Special Revenue Fund used to account for all resources used in the acquisition and construction of capital facilities and other capital assets, with the exception of those that are financed through proprietary funds. The Capital Improvements Fund of the City is used to account for

## City of Maryville, Missouri

### Notes to Basic Financial Statements

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#### 1. Summary of Significant Accounting Policies, continued

transactions related to projects primarily financed through the City's 1/8 cent sales tax for capital improvements. The Capital Improvements Fund is shown as major for public interest purposes.

The other governmental funds of the City are considered nonmajor and are as follows:

The **Debt Service Fund** is used to account for the servicing of the general long-term debt of the City.

The **Tax Increment Financing Fund** is a Special Revenue Fund, created to account for the issuance of TIF revenue bonds used to pay construction costs and developments of the Maryville Town Center project. Monies received from the tax increment will be used to retire the tax increment bonds issued.

#### *Proprietary Fund Types*

Proprietary Funds are used to account for the City's ongoing organizations and activities which are similar to those often found in the private sector. The measurement focus is upon income determination, financial position and cash flows.

**Enterprise Funds** are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. In accordance with Governmental Accounting Standards Board (GASB) Statement No. 20 *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, the Proprietary Funds apply Financial Accounting Standards Board (FASB) pronouncements, Accounting Principles Board (APB) opinions and Accounting Research Bulletins (ARBs) issued on or before November 30, 1989, except those pronouncements that conflict with or contradict GASB pronouncements. The Enterprise Funds of the City are all major funds and consist of the Solid Waste Fund, Water and Sewer Fund and the Mozingo Recreation Fund.

Additionally, the City reports the following fund types:

**Internal Service Funds** account for fleet management and health insurance services provided to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis. The Internal Service Funds of the City are the Central Garage Fund and the Group Insurance Fund.

#### *Fiduciary Fund Types*

Fiduciary Funds account for assets held by the City in a trustee capacity or as an agent on behalf of others.

**Private Purpose Trust Funds** account for assets held by the City in its capacity as a trustee. Private Purpose Trust Funds are utilized for assets whereby the principal may not be spent and are accounted for using the same measurement focus as Proprietary Funds. The Private Purpose Trust Fund of the City is the Oak Hill Cemetery Perpetual Care Trust Fund.

**Agency Funds** are custodial in nature and do not present results of operations or have a measurement focus. These funds are used to account for assets that the City holds for others in an agency capacity. The Agency Fund of the City is the Municipal Court Agency Fund.

#### **Measurement Focus and Basis of Accounting**

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and trust fund financial statements. Agency funds are also recorded on the accrual basis of accounting but do not have a measurement focus. Revenues

## City of Maryville, Missouri

### Notes to Basic Financial Statements

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#### 1. Summary of Significant Accounting Policies, continued

are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City considers revenue to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, sales and franchise taxes, reduced by an appropriate allowance for uncollectible taxes, associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when the City receives cash.

Property taxes are recognized as a receivable at the time they become an enforceable legal claim. The current taxes receivable represent the 2008 levy plus any uncollected amount from the 2007 levy. Property taxes that are not available for current year operations are shown as deferred revenue. As the 2008 levy is intended for use in the 2009 fiscal year, the revenue is recorded as deferred revenue. Property taxes are levied each year on all taxable real and personal property in the City. The City's property tax is levied each September 1 on the assessed value as of the prior January 1. On January 1, a lien attached to all property for which taxes are unpaid.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues of the City's enterprise and internal service funds are charges for customer services including: water, sewer, solid waste fees, and golf and recreation fees at Mozingo Lake. Operating expenses for enterprise funds and internal service funds include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

#### **Cash and Investments**

The City pools cash resources of its various funds in order to facilitate the management of cash. Income from the pooled cash is allocated to individual funds based on the fund's average cash balance and legal requirements. Each fund's portion of total cash and investments is reported as such within this report. Some investments are separately held by certain funds, while other investments are allocated between two or more funds. Investments are reported at fair value. Investments authorized by the City's investment policy include collateralized certificates of deposit and money market accounts, and direct obligations of the U.S. Government with maturities of two years or less.

## City of Maryville, Missouri

### Notes to Basic Financial Statements

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#### 1. Summary of Significant Accounting Policies, continued

##### **Cash and Cash Equivalents**

For purposes of the financial statements, including the cash flow statement, the City of Maryville considers all accounts subject to withdrawal by check or on demand to be cash and cash equivalents. Certificates of deposit are considered to be investments.

##### **Restricted Assets**

Certain proceeds of the City's Water/Sewer fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net assets because they are maintained separately and their use is limited by applicable bond covenants. The revenue bond renewal and replacement account is used to report resources set aside to meet unexpected contingencies or to fund asset renewals and replacements. Cash in the Water/Sewer Fund is also restricted for repayment of refundable water deposits. In the governmental activities, the cash in the Debt Service Fund and TIF Fund is restricted for payments of bond principal and interest and related charges. Restricted assets in the General Fund and Park and Recreation Fund are specific donations for the City's Tree Committee, and for parks and recreation program scholarships. Restricted assets in the Capital Improvements Fund are unspent bond proceeds.

##### **Receivables**

Receivables result primary from miscellaneous services provided to citizens in the governmental funds. Water, sewer and solid waste services are accounted for in the Water/Sewer and Solid Waste Funds. All are net of an allowance for uncollectibles.

##### **Inventory**

Inventories are stated at the lower of cost or market. Cost is determined using the first-in, first-out method. Inventory usage is recognized on the consumption method.

##### **Capital Assets**

The City's capital assets include land, construction in progress, buildings, improvements other than buildings, machinery and equipment and infrastructure reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 and an initial useful life of one year or greater. Such assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. The City has not capitalized general governmental infrastructure assets purchased or constructed prior to October 1, 2003 as allowed by Governmental Accounting Standards Board Statement No. 34.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized during the year ended September 30, 2008.

# City of Maryville, Missouri

## Notes to Basic Financial Statements

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### 1. Summary of Significant Accounting Policies, continued

Depreciation has been provided over the estimated useful lives of the respective assets using the straight-line method. The estimated useful lives for each capital asset type are as follows:

Improvements other than buildings	10 to 30 years
Buildings	10 to 25 years
Machinery and equipment	3 to 10 years
Sewer mains, lines and treatment plant	10 to 40 years
Water wells, reservoirs, main and lines	10 to 40 years
Golf course improvements	10 to 20 years

#### **Deferred and Unearned Revenues**

The City's deferred and unearned revenue in the governmental funds represent amounts due, which are measurable, but not available. Unearned revenue in the statement of net assets and proprietary funds represents property tax levied for future fiscal years and receipts that the City has not met all eligibility requirements imposed by the provider.

#### **Interfund Transactions**

Transactions among City funds that would be treated as revenues and expenditures or expenses if they involved organizations external to City government are accounted for as revenues and expenditures or expenses in the funds involved.

Transactions, which constitute the transfer of resources from a fund receiving revenues to a fund through which the revenues are to be expended, are separately reported in the respective funds' operating statements.

#### **Compensated Absences**

The City's vacation policy grants an employee twelve days of vacation after one year of service and the vacation increases for every five years of service to the City. Accumulated vacation days are limited to 150% of the employee's yearly accrual. All vacation hours over the maximum shall be lost and shall have no value. Unused vacation hours are paid if an employee resigns in good standing after at least twelve months of service.

After employment for six months, employees are allowed to accumulate four hours of sick leave per pay period up to a maximum of 720 hours. Employees may not use more than three days sick pay at a time without notice from a doctor. All sick pay is forfeited upon termination of employment and therefore, is not included in compensated absences payable.

For proprietary fund types and the Government-wide statements, these accumulations are recorded as expenses and liabilities of the appropriate fund in the fiscal year earned. For governmental fund types, the amount of accumulated unpaid vacation which is payable from available resources is recorded as a liability of the respective fund only if they have matured, for example, as a result of employee retirements and resignations.

#### **Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

## City of Maryville, Missouri

### Notes to Basic Financial Statements

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#### 1. Summary of Significant Accounting Policies, continued

##### **Fund Equity**

Reservations of fund balances represent amounts that are not appropriated or are legally segregated for a specific purpose. Restrictions of net assets are limited to outside third-party restrictions. Designations of fund balance represents tentative management plans that are subject to change.

##### **Net Assets**

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets invested in capital assets, net of related debt, excludes unspent debt proceeds of \$1,166,755. Net assets are reported as restricted when there are limitations imposed on their use through enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The City first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available. Net assets restricted through enabling legislation consist of \$418,153 for debt service, \$339,248 for tax increment financing project and \$388,324 for park and recreation.

##### **Long-Term Obligations**

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

#### 2. Deposits and Investments

##### **Authorized Investments**

Missouri State Statutes authorize the City to invest in obligations of the U.S. Treasury and U.S. Agencies, obligations of state and local government entities, certificates of deposit and repurchase agreements. As of September 30, 2008, the City's funds were in depository accounts and certificates of deposit.

##### **Interest Rate Risk**

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer maturity of an investment means the greater the sensitivity of its fair value to changes in market interest rates. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy limits investment maturities to 24 months.

##### **Credit Risk**

Generally, credit risk is the risk that the issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. As of September 30, 2008, the City did not have investments required to be rated.

# City of Maryville, Missouri

## Notes to Basic Financial Statements

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### 2. Deposits and Investments, continued

#### Concentration of Credit Risk

The City's investment policy is to apply the prudent-person rule: Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived.

#### Custodial Credit Risk

Custodial credit risk is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure to the counterparty (e.g. broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The City's investment policy requires all investments and deposits which exceed the financial institution's insurance limits shall be secured by eligible collateral. The fair value of the collateral must be equal to or greater than 110% of the value of the total deposits less the amount of insurance coverage. Collateral must be held by an independent third party. As of September 30, 2008, the City was not exposed to custodial credit risk for deposits or investments.

The City's investments during the year did not vary substantially from those at year-end in amounts or level of risk.

#### Component Unit

The component unit does not have an investment policy; however it follows Missouri State Statutes. As of September 30, 2008, the component unit's carrying amount of deposits, including certificates of deposit, was \$315,786, and the bank balance was \$203,630. As of September 30, 2008, the Library's deposits were fully collateralized. The Library's investments of the endowment fund consist of mutual funds of \$213,595.

### 3. Accounts Receivable

Taxes receivables as of year end for the government's individual major funds and nonmajor funds, including the applicable allowances for uncollectible accounts are as follows:

<u>Governmental Funds:</u>	<u>General Fund</u>	<u>Park and Recreation Fund</u>	<u>Debt Service Fund</u>	<u>Total</u>
Taxes:				
Property taxes	\$ 398,711	\$ 386,614	\$ 150,163	\$ 935,488
Sales tax	229,554	28,005	28,005	285,564
Franchise taxes	<u>164,221</u>	<u>-</u>	<u>-</u>	<u>164,221</u>
Gross taxes	792,486	414,619	178,168	1,385,273
Less: Allowance for Uncollectibles	<u>(2,262)</u>	<u>(2,262)</u>	<u>(860)</u>	<u>(5,384)</u>
Total Taxes Receivables	<u>\$ 790,224</u>	<u>\$ 412,357</u>	<u>\$ 177,308</u>	<u>\$ 1,379,889</u>

City of Maryville, Missouri

Notes to Basic Financial Statements

3. Accounts Receivable, continued

**Enterprise Funds:**

	Mozingo Recreation Fund
Taxes:	
Sales tax	\$ 114,777
Total Taxes Receivable	<u>\$ 114,777</u>

4. Capital Assets

The following is a summary of changes in capital assets for the year ended September 30, 2008:

<b>Governmental Activities</b>	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 456,757	\$ -	\$ -	\$ 456,757
Construction in progress	879,115	2,257,483	676,366	2,460,232
Total capital assets not being depreciated	<u>1,335,872</u>	<u>2,257,483</u>	<u>676,366</u>	<u>2,916,989</u>
Capital assets, being depreciated:				
Buildings	3,897,627	-	-	3,897,627
Improvements other than buildings	6,342,981	774,490	-	7,117,471
Machinery and equipment	2,157,042	128,259	52,932	2,232,369
Total capital assets being depreciated	<u>12,397,650</u>	<u>902,749</u>	<u>52,932</u>	<u>13,247,467</u>
Less accumulated depreciation for:				
Buildings	1,244,254	170,870	-	1,415,124
Improvements other than buildings	3,561,920	266,357	-	3,828,277
Machinery and equipment	1,807,422	141,096	52,932	1,895,586
Total accumulated depreciated	<u>6,613,596</u>	<u>578,323</u>	<u>52,932</u>	<u>7,138,987</u>
Total capital assets being depreciated, net	<u>5,784,054</u>	<u>324,426</u>	<u>-</u>	<u>6,108,480</u>
Governmental activities capital assets, net	<u>\$ 7,119,926</u>	<u>\$ 2,581,909</u>	<u>\$ 676,366</u>	<u>\$ 9,025,469</u>

<b>Business Type Activities</b>	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 1,868,236	\$ -	\$ -	\$ 1,868,236
Construction in progress	439,230	41,448	433,396	47,282
Total capital assets not being depreciated	<u>2,307,466</u>	<u>41,448</u>	<u>433,396</u>	<u>1,915,518</u>
Capital assets, being depreciated:				
Buildings	8,458,140	-	-	8,458,140
Improvements other than buildings	30,815,352	766,186	-	31,581,538
Machinery and equipment	2,885,966	187,754	84,468	2,989,252
Total capital assets being depreciated	<u>42,159,458</u>	<u>953,940</u>	<u>84,468</u>	<u>43,028,930</u>

**City of Maryville, Missouri**

**Notes to Basic Financial Statements**

**4. Capital Assets, continued**

Less accumulated depreciation for:

Buildings	2,846,839	401,864	-	3,248,703
Improvements other than buildings	20,833,810	1,078,466	-	21,912,276
Machinery and equipment	2,030,109	196,604	84,468	2,142,245
Total accumulated depreciated	<u>25,710,758</u>	<u>1,676,934</u>	<u>84,468</u>	<u>27,303,224</u>

Total capital assets being depreciated, net	<u>16,448,700</u>	<u>(722,994)</u>	<u>-</u>	<u>15,725,706</u>
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Business type activities capital assets, net	<u>\$ 18,756,166</u>	<u>\$ (681,546)</u>	<u>\$ 433,396</u>	<u>\$ 17,641,224</u>
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Depreciation expense was charged to governmental activities functions/programs as follows:

**Governmental Activities:**

General government	\$ 15,307
Public safety	54,874
Public works	156,359
Parks and recreation	348,846
Internal service	<u>2,937</u>
Total depreciation expense, governmental activities	<u>\$ 578,323</u>

**Component Unit**

A summary of changes in capital assets of the component unit as of September 30, 2008 is as follows:

	Balance September 30, 2007	Additions	Deductions	Balance September 30, 2008
Equipment and furnishings	\$ 86,507	\$ -	\$ -	\$ 86,507
Building	912,311	24,732	-	937,043
Total	998,818	24,732	-	1,023,550
Less accumulated depreciation	213,229	26,624	-	239,853
Total	<u>\$ 785,589</u>	<u>\$ (1,892)</u>	<u>\$ -</u>	<u>\$ 783,697</u>

Depreciation expense of the library, which is reported in the government-wide financial statements, totaled \$26,624.

**5. Long-Term Debt**

The following is a summary of changes in long-term debt for the year ended September 30, 2008:

	Balance September 30, 2007	Additions	Retirements	Balance September 30, 2008	Due Within One Year
<b>Governmental Activities:</b>					
Capital leases	\$ 45,060	\$ -	\$ 45,060	\$ -	\$ -
General obligation bonds	2,770,000	-	205,000	2,565,000	240,000
TIF revenue bonds	2,580,000	-	35,000	2,545,000	45,000
Certificates of participation	-	1,730,000	-	1,730,000	-
Compensated absences	133,607	123,504	111,947	145,164	145,164
	<u>\$ 5,528,667</u>	<u>\$ 1,853,504</u>	<u>\$ 397,007</u>	<u>\$ 6,985,164</u>	<u>\$ 430,164</u>
<b>Business-Type Activities:</b>					
Revenue bonds	\$ 4,630,000	\$ -	\$ 480,000	\$ 4,150,000	\$ 505,000
Capital leases	349,453	547,632	181,670	715,415	230,893
Note payable	106,299	-	14,003	92,296	14,867
Compensated absences	54,889	46,966	40,651	61,204	61,204
	<u>\$ 5,140,641</u>	<u>\$ 594,598</u>	<u>\$ 716,324</u>	<u>\$ 5,018,915</u>	<u>\$ 811,965</u>

# City of Maryville, Missouri

## Notes to Basic Financial Statements

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### 5. Long-Term Debt, continued

Internal Service Funds serve primarily the governmental funds, the long-term liabilities of which are included as part of the governmental activities. For the year ended September 30, 2008, \$770 of accrued compensated absences is included in the above amount. For the governmental activities, the General Fund and the Park and Recreation Fund generally liquidate accrued compensated absences.

Long-term debt (including the current portions) of the City is as follows:

Governmental Activities:

	<u>Amount Outstanding</u>
General Obligation Bonds:	
\$2,400,000 in General Obligation Bonds issued September 1, 2001, net proceeds of \$2,385,606 after bond discount, due in varying annual installments through September 1, 2021, with interest at 2.8% to 5.0% due on March 1 and September 1 of each year. Bonds maturing after September 1, 2009 are callable on September 1, 2010 under various terms of the bond ordinance.	\$ 1,945,000
\$1,425,000 in General Obligation Park Improvement Refunding Bonds issued March 1, 1999 due in varying annual installments beginning on March 1, 2002 through 2012, with interest at 3.60% to 4.25% due on March 1 and September 1 of each year. Bonds maturing on March 1, 2006, and thereafter are callable on March 1, 2005 under various terms of the bond ordinance.	620,000
Tax Increment Revenue Bonds:	
\$2,580,000 in Tax Increment Revenue Bonds issued October 1, 2005, due in varying annual installments through March 1, 2026, with interest at 4.25% to 5.625% due on March 1 and September 1 of each year. Bonds maturing on March 1, 2020, March 1, 2023 and March 1, 2026 are callable under various terms of the bond ordinance. The City has pledged a portion of future PILOTS and EATS revenues to repay the bonds issued for a retail development project. The PILOTS and EATS were projected to produce 169% of the debt service requirements over the life of the bonds. The principal and interest remaining on the bonds is \$4,194,314 payable through March 1, 2026. For the current year, principal and interest paid were \$173,046 and PILOTS and EATS taxes were \$146,223.	2,545,000
Certificates of Participation:	
\$1,730,000 in Certificates of Participation issued July 17, 2008, due in varying annual installments through December 1, 2015, with interest at 4.2% to 4.5% due June 1 and December 1 of each year.	1,730,000
Compensated absences	<u>145,164</u>
Total governmental activities	<u>\$ 6,985,164</u>

## City of Maryville, Missouri

### Notes to Basic Financial Statements

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#### 5. Long-Term Debt, continued

##### Business-Type Activities:

##### Revenue Bonds:

\$2,290,000 in Combined Waterworks and Sewerage Refunding Revenue Bonds issued January 1, 2002, due in varying annual installments through January 1, 2009, with interest at 3.5% to 4.5% due January 1 and July 1 of each year. The bonds are not subject to redemption prior to maturity. \$ 150,000

\$4,500,000 in Combined Waterworks and Sewerage Revenue Bonds issued July 1, 1999, due in varying annual installments through January 1, 2015, with interest at 5.10% to 5.45% due January 1 and July 1 of each year. 4,000,000

The City has pledged future water/sewer customer revenues to repay the revenue bonds. Proceeds from the bonds provided financing for water treatment plant improvements. Annual principal and interest payments on the bonds are expected to require less than 49% of net revenues. The total principal and interest remaining to be paid on the bonds is \$5,086,960, payable through 2016. For the current year, principal and interest paid and total customer net revenues were \$718,115 and \$1,673,071 respectively.

##### Capital Leases:

In March 2005, the City entered into an agreement to finance 50 new golf carts, a beverage cart, and range picker for a total of \$95,972. The lease calls for monthly payments from May through October each year until March 2009 at 5.4894% interest. 7,952

In February 2005, the City entered into an agreement to finance the purchase of a sewer jet truck and vacuum trailer for the sewer maintenance department. The total cost for both items was \$229,850 and the agreement calls for monthly payments of \$4,197 at 3.65% interest until February 2010. 69,288

In May 2005, the City entered into an agreement to finance the purchase of a backup generator for the Water Treatment Plant and a generator for the pump station at Mozingo Lake. The total cost for both pumps was \$361,901 and the lease calls for monthly payments of \$6,616 at 3.7% interest until May 2010. 128,127

In May 2008, the City entered into an agreement to finance the major reconstruction of its East Lift Station, which transfers 100% of the sanitary sewer leaving the City before final treatment at the lagoons. The total cost was \$469,188 and the lease calls for monthly payments of \$8,572 at 3.62% interest until May 2013. 440,571

In October 2007, the City entered into an agreement to finance the purchase of a Kawasaki 50ZV loader for use at the Transfer Station for a cost of \$78,445. The lease calls for monthly payments of \$1,085 at 4.35% interest until October 2014. 69,477

##### Note Payable:

In February 1999, the City entered into an agreement and contract for \$189,129 with Public Water Supply District #1 of Nodaway County, Missouri for the right to serve water to certain territories within the boundaries of the District. A monthly offset of \$1,667 at 6.0% interest is applied against the water statement from the

**City of Maryville, Missouri**

**Notes to Basic Financial Statements**

**5. Long-Term Debt, continued**

City to the District through March 2014.	92,296
Compensated Absences	<u>61,204</u>
Total business-type activities	<u>\$ 5,018,915</u>

Annual debt service requirements for long-term liabilities at September 30, 2008 are as follows:

Governmental Activities:

Year Ending September 30,	Certificates of Participation	
	Principal	Interest
2009	\$ -	\$ 66,982
2010	190,000	72,520
2011	230,000	63,070
2012	240,000	52,495
2013	250,000	41,470
2014 - 2018	<u>820,000</u>	<u>55,673</u>
	<u>\$ 1,730,000</u>	<u>\$ 352,210</u>

Annual debt service requirements for long-term liabilities at September 30, 2008 are as follows:

Governmental Activities:

Year Ending September 30,	Tax Increment Revenue Bonds		General Obligation Bonds	
	Principal	Interest	Principal	Interest
2009	\$ 45,000	\$ 136,313	\$ 240,000	\$ 115,820
2010	60,000	133,942	245,000	106,033
2011	60,000	131,122	260,000	95,723
2012	70,000	127,968	280,000	84,446
2013	80,000	124,213	125,000	75,880
2014 - 2018	540,000	545,603	785,000	279,220
2019 - 2023	830,000	362,497	630,000	64,500
2024 - 2026	<u>860,000</u>	<u>84,656</u>	<u>-</u>	<u>-</u>
	<u>\$ 2,545,000</u>	<u>\$ 1,646,314</u>	<u>\$ 2,565,000</u>	<u>\$ 821,622</u>

Business-Type Activities:

Year Ending September 30,	Note Payable		Revenue Bonds	
	Principal	Interest	Principal	Interest
2009	\$ 14,867	\$ 5,133	\$ 505,000	\$ 221,375
2010	15,784	4,216	545,000	198,652
2011	16,757	3,243	570,000	168,950
2012	17,791	2,209	600,000	137,885
2013	18,888	1,112	635,000	105,185
2014 - 2016	<u>8,209</u>	<u>124</u>	<u>1,295,000</u>	<u>104,913</u>
	<u>\$ 92,296</u>	<u>\$ 16,037</u>	<u>\$ 4,150,000</u>	<u>\$ 936,960</u>

**City of Maryville, Missouri**

**Notes to Basic Financial Statements**

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**5. Long-Term Debt, continued**

Year Ending September 30,	Capital Leases	
	Principal	Interest
2009	\$ 230,893	\$ 23,197
2010	174,962	14,683
2011	106,003	9,882
2012	110,025	5,860
2013	79,780	1,816
2014 - 2015	<u>13,752</u>	<u>351</u>
	<u>\$ 715,415</u>	<u>\$ 55,789</u>

**Debt Covenants**

The covenants providing for the issuance of the Combined Waterworks and Sewerage Refunding Revenue Bonds issued in 2002 and 1999 are as follows:

The City will fix, establish, maintain and collect such rates and charges for the use and services furnished by or through the system to produce revenues sufficient to:

- i. Pay the costs of operation and maintenance
- ii. Pay the principal and interest on the bonds
- iii. Enable the City to have Net Revenues Available for Debt Service not less than 110% of the amount required to be paid in principal and interest of the fiscal year on all system revenue bonds outstanding
- iv. Provide reasonable and adequate reserves for the payment of the bonds

The 2002 Combined Waterworks and Sewerage Refunding Revenue Bonds have the following reserve requirements:

- i. A debt service reserve account will be funded for \$229,000
- ii. The City will deposit an amount into the depreciation and replacement account to cause the balance in the account to equal \$100,000
- iii. The City will deposit monthly payments not less than 1/6<sup>th</sup> of the interest that will be the succeeding interest payment and monthly payments not less than 1/12<sup>th</sup> of the next principal payment

The 1999 Combined Waterworks and Sewerage Refunding Revenue Bonds have the following reserve requirements:

- i. A debt service reserve account will be funded \$4,000 monthly beginning August 1, 1999 until the amount in the account aggregates to \$450,000
- ii. The City will deposit \$1,000 monthly into a depreciation and replacement account as long as the bonds are outstanding after all payments for operations, maintenance, debt service and the debt service reserve account have been made

In addition, the City has \$65,000 in reserves for operations and maintenance.

On September 30, 2008, the City has the following reserves:

2002 Combined Waterworks and Sewerage Refunding Revenues Bonds:

Debt service reserve account	\$ 229,000
Depreciation and replacement account	100,000
Debt service account	114,187

**City of Maryville, Missouri**

**Notes to Basic Financial Statements**

**5. Long-Term Debt, continued**

1999 Combined Waterworks and Sewerage Refunding Revenue Bonds:	
Debt service reserve account	440,000
Debt service account	143,250
Operation and maintenance account	<u>65,000</u>
Total	<u>\$ 1,091,437</u>

**Arbitrage**

Under U.S. Treasury Department regulations, all governmental tax-exempt debt issued after August 31, 1986, is subject to arbitrage rebate requirements. The requirements stipulate, in general, that the earnings from the investment of tax-exempt bond proceeds, which exceed related interest expenditures on the bonds, must be remitted to the Federal government on every fifth anniversary of each bond issue. The City used an independent consultant to evaluate the City's outstanding tax-exempt debt for arbitrage liability and determined that there is no arbitrage liability due as September 30, 2008.

**6. Interfund Transfers and Balances**

Interfund transfers for the year were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
Governmental activities:		
Major Governmental Funds:		
General	\$ -	\$ 323,287
Park and Recreation	15,875	2,903
Capital Improvements	284,185	-
Nonmajor Governmental Funds:		
TIF	40,647	-
Debt Service	-	2,903
Total governmental activities	<u>\$ 340,707</u>	<u>\$ 329,093</u>
Business-type activities:		
Mozingo Recreation	<u>\$ -</u>	<u>\$ 11,614</u>
Total interfund transfers	<u>\$ 340,707</u>	<u>\$ 340,707</u>

Transfers are used to 1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them or 2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

The General Fund was reimbursed for administrative expenses by the Enterprise Funds in the amount of \$216,664. This reimbursement is recorded as an operating expense by the Enterprise Funds and as revenue by the General Fund.

Interfund balances for the year were as follows:

	<u>Due From Other Funds</u>	<u>Due to Other Funds</u>
Governmental activities:		
General Fund	<u>\$ 51,841</u>	<u>\$ -</u>
Business-type activities:		
Water and Sewer Fund	\$ 249,625	\$ -
Solid Waste Fund	-	301,466
Total business-type activities	<u>\$ 249,625</u>	<u>\$ 301,466</u>
Total interfund transfers	<u>\$ 301,466</u>	<u>\$ 301,466</u>

## City of Maryville, Missouri

### Notes to Basic Financial Statements

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#### 6. Interfund Transfers and Balances, continued

Interfund balances result from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system and (3) payments between funds are made.

#### 7. Risk Management

The City is a member of the Missouri Intergovernmental Risk Management Association (the Association), a not-for-profit organization incorporated in 1981 to operate as a group self-insurer. The Association seeks to prevent or lessen casualty or property losses to its members, which consist of cities within the State of Missouri. The Association has approximately sixty members. The Association is governed by a ten-member board of directors elected by the members of the Association. The Association operates as a risk management pool. The City has no direct control over budgeting, financing, governing body or management selection.

The Association is funded by its member cities. Member assessments are collected in advance and are calculated based on members' payroll data multiplied by a pool assessment factor. The assessment factor is based on the loss experience of the entire pool adjusted up or down for each City depending on the City's own loss experience. Cities with a consistent record of costly claims will pay more than cities with a consistent record of lesser claims activity. Coverage obtained by the City through the Association includes property, crime, general liability, auto liability, workers' compensation, public officials and police professional liability. Per-occurrence coverage limits provided by the Association (the Association's self-insured retention limits combined with excess insurance contract limits) are \$2,000,000 for liability claims, \$100,000 for crime claims, \$10,725,000 for workers' compensation claims and 100% replacement cost per location for property claims after a \$1,000 deductible. Losses from individual claims in excess of these limits remain the responsibility of the respective cities. Management of the City is not aware of any deficit situations in the Association that would require an accrual of a liability as of September 30, 2008.

In the unlikely event that all or any of the insurance companies cancel, fail to renew or are unable to meet their obligations under excess insurance contracts, the Association and its member cities would be responsible for such defaulted amounts. Additionally, the Articles of the Association provide for supplemental assessments in the event the annual assessment is not sufficient to meet obligations.

The City is commercially insured for health insurance. Settled claims have not exceeded coverage in any of the last three fiscal years.

#### 8. Closure and Post-Closure Care Cost

State and federal laws and regulations require the City to place a final cover on its sanitary landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. The City closed the landfill effective April 1, 2002. The \$1,879,370 reported as landfill post-closure liability at September 30, 2008, represents the City's Financial Assurance Instrument in its Contract of Obligation with Missouri Department of Natural Resources, and is based on the cost to perform all post-closure care. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The City is required by state and federal laws and regulations to provide a financial assurance instrument in such amount and form as prescribed by the State of Missouri Department of Natural Resources (DNR). The City is in compliance with these requirements, and at September 30, 2008, the City was under a "Contract of Obligation" totaling \$1,879,370. The "Contract of Obligation" authorizes DNR to collect \$1,879,370 from any

## City of Maryville, Missouri

### Notes to Basic Financial Statements

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#### 8. Closure and Post-Closure Care Cost, continued

funds due the City from the Missouri Department of Revenue and the State Treasurer to compensate for State corrective procedures if the City does not properly close and monitor the landfill.

#### 9. Deferred Compensation Plan

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Section 457. The plan, available to all regular full-time City employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to the employees or their beneficiaries until termination, retirement, death or an unforeseeable emergency.

All amounts of compensation deferred under the plan and all income attributable to those amounts are (until paid or made available to the employee or other beneficiary) held in trust for the exclusive benefit of plan participants and/or beneficiaries in an amount equal to the fair market value of the deferred account for each participant.

It is the opinion of City management that the City has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

#### 10. Missouri LAGERS Defined Benefit Pension Plan

##### *Plan Description*

The City of Maryville participates in the Missouri Local Government Employees Retirement System (LAGERS), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local government entities in Missouri.

LAGERS is a defined benefit pension plan which provides retirement, disability, and death benefits to plan members and beneficiaries. LAGERS was created and is governed by statute, section RSMo. 70.600-70.755. As such, it is the system's responsibility to administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401a and it is tax exempt.

The Missouri Local Government Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to LAGERS, P.O. Box 1665, Jefferson City, MO 65102 or by calling 1-800-447-4334.

##### *Funding Status*

The City of Maryville's full-time employees do not contribute to the pension plan. The political subdivision is required to contribute at an actuarially determined rate; the current rate is 8.6% (general), and 1.3% (police), and 0.5% (fire) of annual covered payroll. The contribution requirements of plan members are determined by the governing body of the political subdivision. The contribution provisions of the political subdivision are established by state statute.

##### *Annual Pension Cost*

For 2008, the political subdivision's annual pension cost of \$179,695 was equal to the required and actual contributions. The required contribution was determined as part of the February 28, 2006 and /or February 28, 2007 annual actuarial valuation using the entry age actuarial cost method. The actuarial assumptions as of February 28, 2008 included (a) a rate of return on the investment of present and future assets of 7.5% per year, compounded annually, (b) projected salary increases of 4.0% per year,

**City of Maryville, Missouri**

**Notes to Basic Financial Statements**

**10. Missouri LAGERS Defined Benefit Pension Plan, continued**

compounded annually, attributable to inflation, (c) additional projected salary increases ranging from 0.0% to 6.0% per year, depending on age and division, attributable to seniority/merit, and (d) pre-retirement mortality based on the RP-2000 Combined Healthy Table setback 0 years for men and 0 years for women and (e) post-retirement mortality based on the 1971 Group Annuity Mortality table projected to 2000 set back 1 year for men and 7 years for women. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The amortization period at February 28, 2008 was 15 years.

As of February 29, 2008, the most recent actuarial valuation date, the plan was 119% funded. The actuarial accrued liability for benefits was \$5,201,172, and the actuarial value of assets was \$6,169,435, resulting in an unfunded actuarial accrued liability (UAAL) of (\$968,263). The covered payroll (annual payroll of active employees covered by the plan) was \$2,844,201, and the ratio of the UAAL to the covered payroll was not applicable.

The schedule of funding progress presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Three-Year Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2006	\$ 183,448	100%	\$ -
6/30/2007	184,248	100%	-
6/30/2008	179,695	100%	-

**11. Commitments and Contingent Liabilities**

As of September 30, 2008, the City was obligated on construction contracts and commitments as follows:

<u>Project Description</u>	<u>Fund</u>	<u>Commitment</u>	<u>Type of Commitment</u>
Airport	General	\$ 73,152	Engineering
Airport	General	432,530	Construction
Downtown revitalization	General	110,865	Engineering
Downtown revitalization	General	5,763	Construction
Sewer line	Water and Sewer	3,200	Administration
Sewer line	Water and Sewer	14,983	Construction
Trail projects	General	38,365	Engineering
Trail project	Mozingo Recreation	19,828	Engineering
Main Street	Capital Improvements	763,102	Construction

**12. Fund Balance Deficit**

At September 30, 2008 the Solid Waste (Enterprise) Fund had a deficit fund equity balance of \$1,633,979. This deficit is expected to be eliminated in the future through operating revenues from the disposal of solid waste at the Transfer Station.

## City of Maryville, Missouri

### Notes to Basic Financial Statements

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#### 13. Ground Lease

On September 11, 2002, the City and the Missouri National Guard (Guard) entered into a ground lease with Northwest Missouri State University for the land on which the armory/community center was built. In exchange for the use of the facility, the University is not charging rent to the Guard or the City. The term of the lease is 50 years with the title to the land remaining with the University.

#### 14. New Pronouncements

The Governmental Accounting Standards Board (GASB) had issued several statements not yet implemented by the City. The Statements which might impact the City are as follows:

GASB Statement No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, issued April 2004, will be effective for the City beginning with its year ending September 30, 2009. This Statement establishes uniform financial reporting standards for other postemployment benefit plans (OPEB plans) and supersedes existing guidance.

GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, issued June 2004, will be effective for the City beginning with its year ending September 30, 2010. This Statement established standards for the measurement, recognition and display of other postemployment benefits, expenses, and related liabilities or assets, note disclosures and if applicable, required supplementary information in the financial reports.

GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*, issued November 2006, will be effective for the City beginning with its year ending September 30, 2009. This Statement addresses accounting and financial reporting standards for pollution (including contamination) remediation obligations, which are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities, such as site assessments and cleanups. This standard requires the government to estimate the components of expected pollution remediation outlays and determine whether the outlays for those components should be accrued as a liability or, if appropriate, capitalized when goods and services are acquired.

GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*, issued July 2008, will be effective for the City beginning with its year ending September 30, 2010. This Statement provides guidance regarding how to identify, account for, and report intangible assets. This new standard characterizes an intangible asset as an asset that lack physical substance, is non-financial in nature, and has an initial useful life extending beyond a single reporting period.

GASB Statement No. 52, *Land and Other Real Estate Held as Investments by Endowments*, issued November 2008, will be effective for the City beginning with its year ending September 30, 2009. This Statement establishes consistent standards for the reporting of land and other real estate held as investments. Endowments were previously required to report their land and other real estate held for investment purposes at historical cost. However, such investments are reported at fair value by similar entities, such as pension plans. The Statement requires endowments to report land and other real estate investments at fair value. The changes in the fair value are to be reported as investment income.

GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*, issued June 2008, will be effective for the City beginning with its year ending September 30, 2010. This Statement will improve how state and local governments report information about derivative instruments in their financial statements. The Statement specifically requires governments to measure most derivative instruments at fair value in their financial statements that are prepared using the economic resources measurement focus and the accrual basis of accounting. The guidance in this Statement also addresses hedge accounting requirements.

## City of Maryville, Missouri

### Notes to Basic Financial Statements

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#### 14. New Pronouncements, continued

Management has not yet determined the effect, if any, these Statements will have in the City's future financial statements.

The City implemented the following Statements during the year:

GASB Statement No. 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues*: This Statement establishes accounting and financial reporting standards for transactions in which a government receives, or is entitled to, resources in exchange for future cash flows generated by collecting specific receivables or specific future revenues. It also provides disclosure requirements for a government that pledges or commits future cash flows from a specific revenue source. In addition this Statement establishes accounting and financial reporting standards for intra-entity transfers of assets and future revenues. This Statement resulted in the City modifying its long-term debt disclosures.

GASB Statement No. 50, *Pension Disclosures*, an amendment of GASB Statements No. 25 and No. 27: This Statement more closely aligns the financial reporting requirements for pensions with those of other post-employment benefits (OPEB) and, in doing so, enhances information disclosed in the notes to the financial statements or presented as required supplementary information (RSI) by pension plans and by employers that provide pension benefits. This Statement resulted in the City modifying its pension disclosures.

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## Required Supplementary Information

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City of Maryville, Missouri

Required Supplementary Information  
Missouri Local Government Employee Retirement System

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SCHEDULE OF FUNDING PROGRESS

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Actuarial Valuation Date	Actuarial Value of Assets (a)	Entry Age Actuarial Accrued Liability (b)	Overfunded Accrued Liability (OAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	OAL as a Percentage of Covered Payroll [(b-a)/c]
2/28/06	\$ 5,297,707	\$ 4,640,010	\$ (657,697)	114%	\$ 2,935,583	0%
2/28/07	5,823,585	4,844,904	(978,681)	120	2,826,848	0
2/29/08	6,169,435	5,201,172	(968,263)	119	2,844,201	0

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, 2006 annual actuarial valuations. For a complete description of the actuarial assumptions used in the annual valuations, please contact the LAGERS office in Jefferson City.

# City of Maryville, Missouri

## Required Supplementary Information Budgetary Comparison Schedule General Fund

For the Year Ended September 30, 2008

	Budget		Actual	Final to Actual Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 3,319,957	\$ 3,319,957	\$ 3,609,106	\$ 289,149
Licenses and permits	62,120	62,120	73,573	11,453
Intergovernmental revenues	2,699,692	2,699,692	2,091,656	(608,036)
Charges for services	10,550	10,550	11,092	542
Fines and forfeitures	420,100	420,100	417,626	(2,474)
Interest	47,000	47,000	44,630	(2,370)
Other	189,465	189,465	49,874	(139,591)
Total Revenues	<u>6,748,884</u>	<u>6,748,884</u>	<u>6,297,557</u>	<u>(451,327)</u>
<b>EXPENDITURES</b>				
Current:				
General government	944,927	944,927	861,449	83,478
Public safety	2,054,225	2,054,225	2,011,583	42,642
Public works	3,849,100	3,849,100	2,976,300	872,800
Debt service:				
Principal retirement	49,773	49,773	45,060	4,713
Interest and fiscal charges	6,047	6,047	3,615	2,432
Total expenditures	<u>6,904,072</u>	<u>6,904,072</u>	<u>5,898,007</u>	<u>1,006,065</u>
Excess of revenues over (under) expenditures	(155,188)	(155,188)	399,550	554,738
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	---	---	---	---
Transfers out	<u>(320,000)</u>	<u>(320,000)</u>	<u>(323,287)</u>	<u>(3,287)</u>
Total other financing sources (uses)	<u>(320,000)</u>	<u>(320,000)</u>	<u>(323,287)</u>	<u>(3,287)</u>
Net change in fund balances	<u>\$ (475,188)</u>	<u>\$ (475,188)</u>	76,263	<u>\$ 551,451</u>
Fund balances - Beginning			<u>1,406,359</u>	
Fund balances - Ending			<u>\$ 1,482,622</u>	

# City of Maryville, Missouri

## Required Supplementary Information Budgetary Comparison Schedule Park and Recreation Fund

For the Year Ended September 30, 2008

	Budget		Actual	Final to Actual Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 574,950	\$ 574,950	\$ 615,795	\$ 40,845
Intergovernmental revenues	---	---	4,270	4,270
Charges for services	486,745	486,745	480,262	(6,483)
Interest	13,000	13,000	9,476	(3,524)
Other	21,500	21,500	48,985	27,485
Total Revenues	<u>1,096,195</u>	<u>1,096,195</u>	<u>1,158,788</u>	<u>62,593</u>
<b>EXPENDITURES</b>				
Current:				
Park and recreation	1,096,001	1,096,001	994,128	101,873
Debt service:				
Principal retirement	---	---	---	---
Interest and fiscal charges	---	---	---	---
Total expenditures	<u>1,096,001</u>	<u>1,096,001</u>	<u>994,128</u>	<u>101,873</u>
Excess of revenues over (under) expenditures	194	194	164,660	(164,466)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	---	---	15,875	15,875
Transfers out	---	---	(2,903)	(2,903)
Total other financing sources (uses)	<u>---</u>	<u>---</u>	<u>12,972</u>	<u>12,972</u>
Net change in fund balances	<u>\$ 194</u>	<u>\$ 194</u>	177,632	<u>\$ (177,438)</u>
Fund balances - Beginning			<u>210,692</u>	
Fund balances - Ending			<u>\$ 388,324</u>	

**City of Maryville, Missouri**

**Required Supplementary Information  
Budgetary Comparison Schedule  
Capital Improvements Fund**

**For the Year Ended September 30, 2008**

	Budget		Actual	Final to Actual Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Interest	\$ ---	1,000	2,549	1,549
Total Revenues	---	1,000	2,549	1,549
<b>EXPENDITURES</b>				
Capital Outlay	300,000	1,852,170	773,402	1,078,768
Bond issuance cost	---	36,181	36,181	---
Total expenditures	300,000	1,888,351	809,583	1,078,768
Excess of revenues over (under) expenditures	(300,000)	(1,887,351)	(807,034)	1,080,317
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	300,000	284,125	284,185	60
Debt service bond premium	---	9,477	9,477	---
Issuance of long-term debt	---	1,730,000	1,730,000	---
Total other financing sources (uses)	300,000	2,023,602	2,023,662	60
Net change in fund balances	\$ -	\$ 136,251	1,216,628	1,080,377
Fund balances - Beginning			---	
Fund balances - Ending			\$ 1,216,628	

**City of Maryville, Missouri**

**Note to Required Supplementary Information**

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**Budgetary Data**

A legally adopted annual budget is prepared for governmental fund types by the City Manager and presented to Council each year prior to the beginning of the fiscal year. This budget is officially adopted by the City Council each September through the passage of an ordinance, and all budget amendments are approved by the City Council. All budgets are presented on the modified accrual basis of accounting. Accordingly, the budget schedules present actual expenditures in accordance with accounting principles generally accepted in the United States of America. The City's legal level of budgetary control is at the fund level. Any expenditure that will cause a fund to exceed the total fund budget must be approved by the City Council through a budget amendment ordinance. There were no budget amendments made to the original adopted budget. A review of the budget is done annually as part of the budget preparation process and any revisions needed are presented to the City Council for supplemental appropriation. Unencumbered appropriations lapse at year-end.

During the year ended September 30, 2008, the following fund had expenditures in excess of the adopted budget:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>
Debt Service Fund	\$ 335,466	\$ 336,696

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## **Supplementary Information**

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Combining and Individual Fund Financial  
Statements and Schedules

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# City of Maryville, Missouri Combining Balance Sheet

## Non-Major Governmental Funds

September 30, 2008

	<u>Debt Service Debt Retirement Fund</u>	<u>Special Revenue TIF Fund</u>	<u>Total Non-Major Governmental Funds</u>
<b>ASSETS</b>			
Receivables, net:			
Taxes	\$ 177,308	\$ ---	\$ 177,308
Accounts	---	3,820	3,820
Restricted assets:			
Cash, cash equivalents and investments	387,147	335,498	722,645
Total Assets	<u>\$ 564,455</u>	<u>\$ 339,318</u>	<u>\$ 903,773</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable and accrued expenses	---	70	70
Deferred revenue	146,302	---	146,302
Total Liabilities	<u>146,302</u>	<u>70</u>	<u>146,372</u>
Fund Balances:			
Reserved for:			
Debt service	418,153	339,248	757,401
Total Fund Balances	<u>418,153</u>	<u>339,248</u>	<u>757,401</u>
Total Liabilities and Fund Balances	<u>\$ 564,455</u>	<u>\$ 339,318</u>	<u>\$ 903,773</u>

**City of Maryville, Missouri**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**

**Non-Major Governmental Funds**

For the Year Ended September 30, 2008

	<u>Debt Service</u>	<u>Special Revenue</u>	<u>Total</u>
	<u>Debt Retirement Fund</u>	<u>TIF Fund</u>	<u>Non-Major Governmental Funds</u>
<b>REVENUES</b>			
Taxes	\$ 360,958	\$ 146,223	\$ 507,181
Interest	11,491	8,841	20,332
Total Revenues	<u>372,449</u>	<u>155,064</u>	<u>527,513</u>
<b>EXPENDITURES</b>			
Capital outlay	---	21,989	21,989
Debt service:			
Principal retirement	205,000	35,000	240,000
Interest and fiscal charges	131,696	138,046	269,742
Total expenditures	<u>336,696</u>	<u>195,035</u>	<u>531,731</u>
Excess of revenues over (under) expenditures	35,753	(39,971)	(4,218)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	---	40,647	40,647
Transfers out	(2,903)	---	(2,903)
Total other financing sources (uses)	<u>(2,903)</u>	<u>40,647</u>	<u>37,744</u>
Net change in fund balances	32,850	676	33,526
Fund balances - Beginning	<u>385,303</u>	<u>338,572</u>	<u>723,875</u>
Fund balances - Ending	<u>\$ 418,153</u>	<u>\$ 339,248</u>	<u>\$ 757,401</u>

**City of Maryville, Missouri**

**Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
Debt Service - Debt Retirement Fund  
For the Year Ended September 30, 2008**

	Budget		Actual	Final to Actual Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 351,697	\$ 351,697	\$ 360,958	\$ 9,261
Interest	20,000	20,000	11,491	(8,509)
Total Revenues	<u>371,697</u>	<u>371,697</u>	<u>372,449</u>	<u>752</u>
<b>EXPENDITURES</b>				
Debt service:				
Principal retirement	205,000	205,000	205,000	---
Interest and fiscal charges	130,466	130,466	131,696	(1,230)
Total expenditures	<u>335,466</u>	<u>335,466</u>	<u>336,696</u>	<u>(1,230)</u>
Excess of revenues over (under) expenditures	36,231	36,231	35,753	(478)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(2,400)	(2,400)	(2,903)	(503)
Total other financing sources (uses)	<u>(2,400)</u>	<u>(2,400)</u>	<u>(2,903)</u>	<u>(503)</u>
Net change in fund balances	<u>\$ 33,831</u>	<u>\$ 33,831</u>	\$ 32,850	<u>\$ (981)</u>
Fund balances - Beginning			<u>385,303</u>	
Fund balances - Ending			<u>\$ 418,153</u>	

**City of Maryville, Missouri**

**Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
TIF Project Special Revenue Fund  
For the Year Ended September 30, 2008**

	Budget		Actual	Final to Actual Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 147,000	\$ 147,000	\$ 146,223	\$ (777)
Interest	16,000	16,000	8,841	(7,159)
Total Revenues	<u>163,000</u>	<u>163,000</u>	<u>155,064</u>	<u>(7,936)</u>
<b>EXPENDITURES</b>				
Capital Outlay:				
TIF reimbursable project costs	22,420	22,420	21,989	431
Debt Service:				
Principal retirement	35,000	35,000	35,000	
Interest and fiscal charges	138,046	138,046	138,046	---
Total expenditures	<u>195,466</u>	<u>195,466</u>	<u>195,035</u>	<u>431</u>
Excess of revenues over (under) expenditures	(32,466)	(32,466)	(39,971)	(7,505)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	34,500	34,500	40,647	6,147
Total other financing sources (uses)	<u>34,500</u>	<u>34,500</u>	<u>40,647</u>	<u>6,147</u>
Net change in fund balances	<u>\$ 2,034</u>	<u>\$ 2,034</u>	676	<u>\$ (1,358)</u>
Fund balances - Beginning			<u>338,572</u>	
Fund balances - Ending			<u>\$ 339,248</u>	

# City of Maryville, Missouri

## Combining Statement of Net Assets

### Internal Service Funds

September 30, 2008

	Central Garage Fund	Group Insurance Fund	Totals
<b>ASSETS</b>			
Current:			
Cash, cash equivalents and investments	\$ 5,581	\$ 96,042	\$ 101,623
Other receivables, net	895	---	895
Inventory	5,106	---	5,106
Total Current Assets	<u>11,582</u>	<u>96,042</u>	<u>107,624</u>
Noncurrent:			
Capital assets, net of accumulated depreciation	7,702	---	7,702
Total Noncurrent Assets	<u>7,702</u>	<u>---</u>	<u>7,702</u>
Total Assets	<u>\$ 19,284</u>	<u>\$ 96,042</u>	<u>\$ 115,326</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Current:			
Accounts payable and accrued expenses	7,057	---	7,057
Compensated absences payable	770	---	770
Total Current Liabilities	<u>7,827</u>	<u>---</u>	<u>7,827</u>
Net assets:			
Invested in capital assets, net of related debt	7,702	---	7,702
Unrestricted	3,755	96,042	99,797
Total net assets	<u>11,457</u>	<u>96,042</u>	<u>107,499</u>
Total Liabilities and Net Assets	<u>\$ 19,284</u>	<u>\$ 96,042</u>	<u>\$ 115,326</u>

**City of Maryville, Missouri**  
**Combining Statement of Revenues, Expenses,**  
**and Changes in Net Assets**

**Internal Service Funds**

For the Year Ended September 30, 2008

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	<b>Central Garage Fund</b>	<b>Group Insurance Fund</b>	<b>Totals</b>
<b>Operating Revenues:</b>			
Charges for services	\$ 110,802	\$ 776,299	\$ 887,101
Total Operating Revenues	<u>110,802</u>	<u>776,299</u>	<u>887,101</u>
<b>Operating Expenses:</b>			
Personnel	57,411	---	57,411
Contractual services	11,474	778,544	790,018
Commodities	39,615	---	39,615
Depreciation	2,937	---	2,937
Total operating expenses	<u>111,437</u>	<u>778,544</u>	<u>889,981</u>
Operating (loss)	(635)	(2,245)	(2,880)
Total Net Assets - Beginning	<u>12,092</u>	<u>98,287</u>	<u>110,379</u>
Total Net Assets - Ending	<u>\$ 11,457</u>	<u>\$ 96,042</u>	<u>\$ 107,499</u>

# City of Maryville, Missouri

## Combining Statement of Cash Flows

### Internal Service Funds

For the Year Ended September 30, 2008

	<b>Central Garage Fund</b>	<b>Group Insurance Fund</b>	<b>Totals</b>
Cash Flows from Operating Activities:			
Cash Received from Customers	\$ 109,907	\$ 776,299	\$ 886,206
Cash Paid to Suppliers	(49,915)	(778,544)	(828,459)
Cash Paid to Employees	(57,974)	---	(57,974)
Net Cash Provided by (used in) Operating Activities	<u>2,018</u>	<u>(2,245)</u>	<u>(227)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	2,018	(2,245)	(227)
Cash and Cash Equivalents, beginning of year	<u>3,563</u>	<u>98,287</u>	<u>101,850</u>
Cash and Cash Equivalents, end of year	<u>\$ 5,581</u>	<u>\$ 96,042</u>	<u>\$ 101,623</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (used in) Operating Activities:			
Operating income (loss)	\$ (635)	\$ (2,245)	\$ (2,880)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation	2,937	---	2,937
Change in assets and liabilities:			
Accounts receivable	(895)	---	(895)
Inventory	(2,069)	---	(2,069)
Accounts payable and accrued expenses	3,243	---	3,243
Compensated absences	(563)	---	(563)
Net Cash Provided by (used in) Operating Activities	<u>\$ 2,018</u>	<u>\$ (2,245)</u>	<u>\$ (227)</u>

**City of Maryville, Missouri**  
**Statement of Changes in Assets and Liabilities**

**Agency Fund**

For the Year Ended September 30, 2008

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	<u>Balance September 30, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance September 30, 2008</u>
<b>Municipal Court Fund</b>				
Assets:				
Cash and cash equivalents	\$ 20,720	154,163	146,545	\$ 28,338
Accounts receivable	2,728	27	27	2,728
	<u>\$ 23,448</u>	<u>\$ 154,190</u>	<u>\$ 146,572</u>	<u>\$ 31,066</u>
Total Assets	<u>\$ 23,448</u>	<u>\$ 154,190</u>	<u>\$ 146,572</u>	<u>\$ 31,066</u>
Liabilities:				
Court bonds payable	<u>\$ 23,448</u>	<u>\$ 21,891</u>	<u>\$ 14,273</u>	<u>\$ 31,066</u>

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**Statistical Section  
(Unaudited)**

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# City of Maryville, Missouri

## Statistical Section Contents

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The statistical section of the City's comprehensive annual financial report presents detailed information as a context for understanding what the information presented in the financial statements, note disclosures and required supplementary information say about the City's overall financial health.

Contents	Page
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the City's financial performance and well being have changed over time.	61 – 68
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the City's most significant local revenue sources, the property tax and sales tax.	69 – 76
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the City's current level of outstanding debt and the City's ability to issue additional debt in the future.	77 – 83
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	84 – 86
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	87 – 88

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual report for the relevant year. The City implemented GASB 34 in Fiscal Year 2004; schedules presenting government-wide information include information beginning in that year.

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# City of Maryville, Missouri

## Net Assets By Component Last Five Fiscal Years (*accrual basis of accounting*) (*Unaudited*)

	Fiscal Year				
	2004	2005	2006	2007	2008
<b>Governmental activities:</b>					
Invested in capital assets, net of related debt	\$ 3,048,651	\$ 3,519,045	\$ 3,978,525	\$ 4,369,098	\$ 5,949,774
Restricted	340,204	385,450	938,474	953,509	1,201,217
Unrestricted	864,069	900,872	(1,637,416)	(1,207,956)	(881,601)
Total governmental activities net assets	<u>\$ 4,252,924</u>	<u>\$ 4,805,367</u>	<u>\$ 3,279,583</u>	<u>\$ 4,114,651</u>	<u>\$ 6,269,390</u>
<b>Business-type activities:</b>					
Invested in capital assets, net of related debt	\$ 15,072,348	\$ 14,410,026	\$ 13,698,042	\$ 13,670,414	\$ 12,683,513
Restricted	993,999	1,052,940	1,107,056	1,162,722	1,091,437
Unrestricted	1,976,966	2,007,753	1,295,601	1,055,910	2,967,868
Total business-type activities net assets	<u>\$ 18,043,313</u>	<u>\$ 17,470,719</u>	<u>\$ 16,100,699</u>	<u>\$ 15,889,046</u>	<u>\$ 16,742,818</u>
<b>Primary government:</b>					
Invested in capital assets, net of related debt	\$ 18,120,999	\$ 17,929,071	\$ 17,676,567	\$ 18,039,512	\$ 18,633,287
Restricted	1,334,203	1,438,390	2,045,530	2,116,231	2,292,654
Unrestricted	2,841,035	2,908,625	(341,815)	(152,046)	2,086,267
Total primary government net assets	<u>\$ 22,296,237</u>	<u>\$ 22,276,086</u>	<u>\$ 19,380,282</u>	<u>\$ 20,003,697</u>	<u>\$ 23,012,208</u>

GASB Statement No. 34 Implemented in Fiscal Year 2004

# City of Maryville, Missouri

## Changes in Net Assets Last Five Fiscal Years (*accrual basis of accounting*) (*Unaudited*)

	Fiscal Year				
	2004	2005	2006	2007	2008
Expenses:					
Governmental activities:					
General government	\$ 916,652	\$ 834,858	\$ 896,311	\$ 430,629	\$ 1,547,491
Public safety	1,572,179	1,754,039	1,817,181	1,785,307	1,982,827
Public works	1,299,883	1,289,136	4,097,552	1,842,358	897,955
Park and recreation	1,213,513	1,268,945	1,370,480	1,336,385	1,317,098
Economic development	71,000	---	---	---	---
Interest on long-term debt	186,621	146,181	285,965	281,927	281,591
Total governmental activities expenses	5,259,848	5,293,159	8,467,489	5,676,606	6,026,962
Business-type activities:					
Solid Waste	701,603	638,542	1,432,001	644,904	719,249
Water/sewer utility	3,216,355	3,317,895	3,306,602	3,944,645	3,284,078
Mozingo Golf	1,403,071	1,488,283	1,700,723	1,565,417	1,688,031
Total business-type activities expenses	5,321,029	5,444,720	6,439,326	6,154,966	5,691,358
Total primary government expenses	10,580,877	10,737,879	14,906,815	11,831,572	11,718,320
Program revenue:					
Governmental activities:					
Charges for services	1,213,760	1,467,621	1,645,284	1,719,344	1,624,855
Operating grants and contributions	23,991	21,744	58,585	19,901	123,740
Capital grants and contributions	141,607	401,399	1,257,633	503,111	1,828,000
Total governmental activities program revenue	1,379,358	1,890,764	2,961,502	2,242,356	3,576,595
Business-type activities:					
Charges for services:					
Solid Waste	623,749	596,615	577,177	570,900	1,212,335
Water/sewer utility	2,474,560	2,521,234	2,680,582	3,363,600	3,205,186
Mozingo Recreation	665,428	801,118	850,088	937,881	877,950
Operating grants and contributions					
Solid Waste	---	---	---	---	---
Water/sewer utility	---	---	---	---	---
Mozingo Recreation	---	---	---	---	---
Capital grants and contributions					
Solid Waste	---	---	---	---	---
Water/sewer utility	84,086	---	---	18,000	240,684
Mozingo Recreation	600	17,400	---	---	---
Total business-type activities program revenues	3,848,423	3,936,367	4,107,847	4,890,381	5,536,155
Total primary government program revenues	5,227,781	5,827,131	7,069,349	7,132,737	9,112,750
Net (expense) revenue:					
Governmental activities	(3,880,490)	(3,402,395)	(5,505,987)	(3,434,250)	(2,450,367)
Business-type activities	(1,472,606)	(1,508,353)	(2,331,479)	(1,264,585)	(155,203)
Total primary government net expense	(5,353,096)	(4,910,748)	(7,837,466)	(4,698,835)	(2,605,570)

# City of Maryville, Missouri

## Changes in Net Assets Last Five Fiscal Years (*accrual basis of accounting*) (*Unaudited*)

	Fiscal Year				
	2004	2005	2006	2007	2008
General revenues and other changes in net assets:					
Governmental activities:					
Taxes:					
Property taxes	899,004	906,297	905,727	905,771	971,527
Sales taxes	1,951,600	2,020,830	1,893,726	2,057,902	2,132,592
Franchise taxes	584,126	636,872	650,309	679,430	889,928
Other taxes	641,612	315,753	309,075	325,880	293,981
PILOT & EATS - TIF	---	---	22,878	44,159	146,223
Interest	19,452	33,964	108,329	111,956	76,987
Other	72,135	41,122	88,705	136,087	82,254
Transfers	---	---	1,454	8,133	11,614
Total governmental activities	<u>4,167,929</u>	<u>3,954,838</u>	<u>3,980,203</u>	<u>4,269,318</u>	<u>4,605,106</u>
Business-type activities:					
Sales taxes	785,954	813,804	763,251	828,882	859,241
Interest	56,947	121,955	199,662	232,183	147,648
Other	---	---	---	---	13,700
Transfers	---	---	(1,454)	(8,133)	(11,614)
Total business-type activities	<u>842,901</u>	<u>935,759</u>	<u>961,459</u>	<u>1,052,932</u>	<u>1,008,975</u>
Total primary government	<u>5,010,830</u>	<u>4,890,597</u>	<u>4,941,662</u>	<u>5,322,250</u>	<u>5,614,081</u>
Changes in net assets:					
Governmental activities	287,439	552,443	(1,525,784)	835,068	2,154,739
Business-type activities	(629,705)	(572,594)	(1,370,020)	(211,653)	853,772
Total primary government	<u>\$ (342,266)</u>	<u>\$ (20,151)</u>	<u>\$ (2,895,804)</u>	<u>\$ 623,415</u>	<u>\$ 3,008,511</u>

GASB Statement No. 34 Implemented in Fiscal Year 2004

# City of Maryville, Missouri

## Fund Balances, Governmental Funds Last Ten Fiscal Years (modified accrual basis of accounting) (Unaudited)

	Fiscal Year				
	1999	2000	2001	2002	2003
General Fund:					
Reserved	\$ 124,568	\$ 124,685	\$ 124,400	\$ 41,848	\$ 6,481
Unreserved	967,535	1,004,509	1,094,425	900,025	929,436
Total General Fund	<u>\$ 1,092,103</u>	<u>\$ 1,129,194</u>	<u>\$ 1,218,825</u>	<u>\$ 941,873</u>	<u>\$ 935,917</u>
All other governmental funds:					
Reserved	\$ 1,577,516	\$ 1,573,420	\$ 2,623,895	\$ 832,704	\$ 300,377
Unreserved reported in:					
Special revenue funds	416,707	742,283	1,068,533	1,266,092	156,658
Capital project funds	99,190	54,980	116,099	98	---
Debt service fund	---	---	---	---	---
Total all other governmental funds	<u>\$ 2,093,413</u>	<u>\$ 2,370,683</u>	<u>\$ 3,808,527</u>	<u>\$ 2,098,894</u>	<u>\$ 457,035</u>

Note: Beginning in Fiscal Year 2003 the Mozingo Park Fund, previously recorded as a special revenue fund, is reported as an enterprise fund.

Fiscal Year				
2004	2005	2006	2007	2008
\$ 5,311	\$ 6,343	\$ 6,099	\$ 6,394	\$ 5,619
802,246	805,614	1,000,232	1,399,965	1,477,003
<u>\$ 807,557</u>	<u>\$ 811,957</u>	<u>\$ 1,006,331</u>	<u>\$ 1,406,359</u>	<u>\$ 1,482,622</u>
\$ 334,893	\$ 379,107	\$ 801,036	\$ 736,423	\$ 1,986,835
108,639	130,866	119,272	198,144	375,518
---	---	---	---	---
---	---	---	---	---
<u>\$ 443,532</u>	<u>\$ 509,973</u>	<u>\$ 920,308</u>	<u>\$ 934,567</u>	<u>\$ 2,362,353</u>

# City of Maryville, Missouri

## Changes In Fund Balances, Governmental Funds Last Ten Fiscal Years (modified accrual basis of accounting) (Unaudited)

	Fiscal Year				
	1999	2000	2001	2002	2003
<b>Revenues:</b>					
Taxes	\$ 3,825,349	\$ 4,060,984	\$ 4,365,215	\$ 4,580,538	\$ 4,023,129
Licenses and permits	49,540	54,591	50,950	51,469	50,838
Intergovernmental revenues	726,964	514,771	412,987	297,602	377,414
Charges for services	224,120	234,585	258,694	302,177	278,433
Fines and forfeitures	322,313	314,899	350,550	349,793	337,868
Interest	122,272	221,450	154,826	95,477	26,440
Other	332,136	421,507	96,104	108,987	77,900
<b>Total Revenues</b>	<b>5,602,694</b>	<b>5,822,787</b>	<b>5,689,326</b>	<b>5,786,043</b>	<b>5,172,022</b>
<b>Expenditures:</b>					
General government	789,545	690,793	729,405	798,083	805,979
Public safety	1385891	1388255	1450261	1555558	1561109
Public works	1,459,042	1,063,882	1,008,194	1,195,077	1,389,132
Park and recreation	1,403,345	1,605,203	1,185,171	1,279,053	796,152
Economic development	11,000	11,000	11,000	11,000	11,000
Capital outlay	753,709	611,720	464,618	2,508,842	1,093,115
<b>Debt service:</b>					
Principal retirement	75,000	75,000	85,000	150,000	232,269
Bond issuance costs	22,568	---	23,956	---	---
Interest and fiscal charges	103,468	189,991	80,902	168,149	173,147
<b>Total expenditures</b>	<b>6,003,568</b>	<b>5,635,844</b>	<b>5,038,507</b>	<b>7,665,762</b>	<b>6,061,903</b>
Excess of revenues (under) expenditures	(400,874)	186,943	650,819	(1,879,719)	(889,881)
<b>Other financing sources (uses):</b>					
Transfers in	860,241	574,133	514,570	540,063	551,946
Transfers out	(1,014,071)	(500,555)	(605,179)	(674,341)	(536,946)
Bond discount	---	---	---	---	---
Bond premium	---	---	---	---	---
Payment to refunded bond escrow agent	---	---	(1,418,341)	---	---
Issuance of long-term debt	1,426,122	53,840	2,385,606	27,412	230,196
<b>Total other financing sources (uses)</b>	<b>1,272,292</b>	<b>127,418</b>	<b>876,656</b>	<b>(106,866)</b>	<b>245,196</b>
Net changes in fund balance	871,418	314,361	1,527,475	(1,986,585)	(644,685)
Fund balances - Beginning	2,314,098	3,185,516	3,499,877	5,027,352	3,040,767
Residual equity transfer out	---	---	---	---	(1,003,130)
<b>Fund balances - Ending</b>	<b>\$ 3,185,516</b>	<b>\$ 3,499,877</b>	<b>\$ 5,027,352</b>	<b>\$ 3,040,767</b>	<b>\$ 1,392,952</b>

Debt service as a percentage of  
noncapital expenditures

\* \* \* \* \*

\* Information unavailable prior to implementation of GASB Statement No. 34 in Fiscal Year 2004

Fiscal Year				
2004	2005	2006	2007	2008
\$ 4,076,342	\$ 4,186,637	\$ 4,081,154	\$ 4,326,783	\$ 4,732,082
68,608	60,334	76,213	61,749	73,573
495,511	748,958	1,663,823	894,818	2,095,926
416,607	424,186	469,413	493,271	491,354
329,451	322,290	428,524	463,305	417,626
19,452	33,964	108,329	111,956	76,987
98,189	69,233	112,795	151,660	98,859
<u>5,504,160</u>	<u>5,845,602</u>	<u>6,940,251</u>	<u>6,503,542</u>	<u>7,986,407</u>
866,455	831,887	966,842	990,900	861,449
1,527,487	1,847,270	1,789,493	1,737,083	2,011,583
1,337,271	1,133,297	2,406,142	1,686,581	2,976,300
943,459	918,751	1,026,116	1,075,373	994,128
71,000	---	---	---	---
644,013	623,696	2,014,998	20,765	795,391
289,926	315,429	330,036	304,102	285,060
---	---	30,743	---	36,181
170,021	163,633	281,454	282,584	273,357
<u>5,849,632</u>	<u>5,833,963</u>	<u>8,845,824</u>	<u>6,097,388</u>	<u>8,233,449</u>
(345,472)	11,639	(1,905,573)	406,154	(247,042)
647,404	622,845	5,092	28,465	340,707
(647,404)	(622,845)	(3,638)	(20,332)	(329,093)
---	---	(71,172)	---	---
---	---	---	---	9,477
---	---	---	---	---
203,609	59,202	2,580,000	---	1,730,000
<u>203,609</u>	<u>59,202</u>	<u>2,510,282</u>	<u>8,133</u>	<u>1,751,091</u>
(141,863)	70,841	604,709	414,287	1,504,049
1,392,952	1,251,089	1,321,930	1,926,639	2,340,926
---	---	---	---	---
<u>\$ 1,251,089</u>	<u>\$ 1,321,930</u>	<u>\$ 1,926,639</u>	<u>\$ 2,340,926</u>	<u>\$ 3,844,975</u>

9.50%      9.67%      7.91%      10.98%      10.34%

# City of Maryville, Missouri

## Program Revenues by Function/Program Last Five Fiscal Years (*accrual basis of accounting*) (*Unaudited*)

	Fiscal Year				
	2004	2005	2006	2007	2008
<b>Governmental activities:</b>					
General government	\$ 407,891	\$ 360,634	\$ 378,750	\$ 393,894	\$ 358,886
Public safety	362,390	458,374	487,109	477,481	431,381
Public works	218,681	667,362	1,637,874	891,875	2,301,796
Park and recreation	390,396	404,394	457,769	479,106	484,532
Economic development	---	---	---	---	---
Interest on long-term debt	---	---	---	---	---
Total governmental activities	<u>1,379,358</u>	<u>1,890,764</u>	<u>2,961,502</u>	<u>2,242,356</u>	<u>3,576,595</u>
<b>Business-type activities:</b>					
Solid Waste	623,749	596,615	577,177	570,900	1,212,335
Water/sewer utility	2,558,646	2,521,234	2,680,582	3,381,600	3,445,870
Mozingo Golf	666,028	818,518	850,088	937,881	877,950
Total business-type activities	<u>3,848,423</u>	<u>3,936,367</u>	<u>4,107,847</u>	<u>4,890,381</u>	<u>5,536,155</u>
Total primary government	<u>\$ 5,227,781</u>	<u>\$ 5,827,131</u>	<u>\$ 7,069,349</u>	<u>\$ 7,132,737</u>	<u>\$ 9,112,750</u>

GASB Statement No. 34 Implemented in Fiscal Year 2004

# City of Maryville, Missouri

## Tax Revenues by Source, Governmental Funds Last Ten Fiscal Years (modified accrual basis of accounting) (Unaudited)

Fiscal Year	Property Taxes	Sales Tax	Franchise Fees	Excise Taxes	Other Taxes	Total
1999	\$ 723,123	\$ 1,994,938	\$ 485,405	\$ 369,604	\$ 252,279	\$ 3,825,349
2000	777,125	2,182,337	487,509	388,282	225,731	4,060,984
2001	801,681	2,355,035	578,895	371,434	258,170	4,365,215
2002	848,047	2,582,805	523,465	355,325	270,896	4,580,538
2003	887,800	1,820,655	590,380	400,807	323,487	4,023,129
2004	895,795	1,951,600	584,126	361,164	283,657	4,076,342
2005	906,125	2,020,831	636,872	354,034	268,775	4,186,637
2006	904,787	1,893,726	650,309	350,024	282,308	4,081,154
2007	905,381	2,057,903	679,430	378,409	305,660	4,326,783
2008	967,358	2,132,592	889,928	367,015	375,189	4,732,082
Change 1999-2008	33.78%	6.90%	83.34%	-0.70%	48.72%	23.70%

Notes: Beginning in Fiscal Year 2003 the Mazingo Park Fund, previously recorded as a special revenue fund, is reported as an enterprise fund.

In the Statement of Activities the State Gasoline excise tax is reported as Public Works Charges for Services.

# City of Maryville, Missouri

## Principal Sales Tax Industries Current Year (Unaudited)

Industry	FY 2008		FY 1999	
	Rank	Percentage of Total City Sales Tax Revenues	Rank	Percentage of Total City Sales Tax Revenues
Department Stores	1	32.49%		
Eating & Drinking Places	2	21.56%	3	14.44%
Lumber & Other Building Materials	3	11.42%		
Telephone Communication	4	7.16%	4	4.49%
Retail Stores not Elsewhere Classified	5	4.69%	1	32.78%
Miscellaneous Shopping Goods	6	3.13%	5	2.90%
Miscellaneous Business Services	7	2.73%		
Auto & Home Supply Stores	8	2.51%	6	2.53%
Automotive Repair Shops	9	2.02%	10	1.66%
Services not Elsewhere Classified	10	1.93%	8	1.98%
Grocery Stores			2	31.16%
Gasoline Service Stations			7	2.32%
Furniture & Home Furnishings Stores			9	1.75%
Total Percentage of Sales Tax Revenue		<u>89.64%</u>		<u>60.78%</u>

Source: Missouri Department of Revenue's Public Information Reports

Note: Financial data zeroed when less than 6 firms are listed per quarter by Standard Industry Code.

# City of Maryville, Missouri

## Direct and Overlapping Sales Tax Rates Last Ten Fiscal Years (Unaudited)

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Fiscal Year	City Direct Rate	Nodaway County Rate	Nodaway County Ambulance Rate	State Rate	Total Rate
1999	1.625%	1.000%	0.000%	4.225%	6.850%
2000	1.625%	1.000%	0.000%	4.225%	6.850%
2001	1.750%	1.000%	0.000%	4.225%	6.975%
2002	1.750%	1.000%	0.000%	4.225%	6.975%
2003	1.750%	1.000%	0.000%	4.225%	6.975%
2004	1.750%	1.000%	0.500%	4.225%	7.475%
2005	1.750%	1.000%	0.500%	4.225%	7.475%
2006	1.750%	1.000%	0.500%	4.225%	7.475%
2007	1.750%	1.000%	0.500%	4.225%	7.475%
2008	1.750%	1.000%	0.500%	4.225%	7.475%

Source: Missouri Department of Revenue

# City of Maryville, Missouri

## Assessed Value and Estimated Actual Value of Taxable Property Last Ten Fiscal Years (Unaudited)

Fiscal Year	Residential Property	Commercial Property	Agriculture Property	Railroad & Utility	Personal Property	Total Taxable Assessed Value
1999	\$ 34,064,230	\$ 17,945,880	\$ 41,540	\$ 1,141,281	\$ 29,614,655	\$ 82,807,586
2000	44,086,000	18,140,090	40,280	1,730,554	29,352,028	93,348,952
2001	44,695,920	18,059,680	38,000	1,767,009	30,093,030	94,653,639
2002	48,432,950	21,600,430	39,320	2,226,359	30,640,310	102,939,369
2003	49,586,130	21,935,890	40,550	2,474,590	31,792,188	105,829,348
2004	50,044,900	22,206,040	39,350	2,812,581	33,005,736	108,108,607
2005	51,126,570	22,337,600	43,080	2,629,144	32,591,680	108,728,074
2006	52,353,710	23,636,050	45,570	2,181,778	34,229,375	112,446,483
2007	53,317,240	24,071,040	44,210	2,205,394	32,958,670	112,596,554
2008	57,926,180	27,755,590	39,460	2,296,849	33,540,020	121,558,099

Notes: Property is reassessed once every two years. Property is subclassified for purposes of assessment as follows:

- Residential Real Property - 19% of true value
- Commercial Real Property - 32% of true value
- Agriculture Real Property - 12% of productivity value
- Railroad & Utility - 33 1/3% of productivity value
- Personal Property - 33 1/3% of book value

Estimated actual taxable value is calculated by dividing taxable assessed value by these percentages.

Tax rates are per \$100 of assessed value

Source: Nodaway County Clerk

Estimated Actual Value	Direct Tax Rate	Ratio of Total Assessed Value to Total Estimated Actual Value
\$ 327,980,269	\$ 0.8400	25.25%
382,302,771	0.7800	24.42%
387,574,966	0.7766	24.42%
421,339,279	0.7600	24.43%
432,667,536	0.7700	24.46%
440,570,951	0.7702	24.54%
444,913,680	0.7688	24.44%
459,021,705	0.7517	24.50%
461,699,659	0.7419	24.39%
499,450,289	0.7500	24.34%

# City of Maryville, Missouri

## Direct and Overlapping Property Tax Rates Last Ten Fiscal Years

Fiscal Year	City Direct Rates				Overlapping Rates						Total Direct & Overlapping Rates
	General Fund	Parks Fund	Debt Service Fund	Total City Tax Rate	School District Tax Rate	Library Tax Rate	Polk Township Tax Rate	Ambulance Tax Rate	County Tax Rate	Others	
1999	0.3300	0.3300	0.1800	0.8400	4.0700	0.1500	0.2900	0.1700	0.0000	0.1300	5.6500
2000	0.3100	0.3100	0.1600	0.7800	3.8200	0.1400	0.2900	0.1700	0.0000	0.1300	5.3300
2001	0.3133	0.3133	0.1500	0.7766	3.8176	0.1415	0.2800	0.1800	0.0000	0.1800	5.3757
2002	0.3125	0.3125	0.1350	0.7600	4.1603	0.1412	0.3105	0.1800	0.0000	0.1800	5.7320
2003	0.3125	0.3125	0.1450	0.7700	4.0893	0.1412	0.3105	0.1800	0.0000	0.1800	5.6710
2004	0.3126	0.3126	0.1450	0.7702	4.1338	0.1412	0.3105	0.0500	0.0000	0.1800	5.5857
2005	0.3148	0.3148	0.1392	0.7688	4.1288	0.1422	0.6695	0.0000	0.0000	0.1800	5.8893
2006	0.3148	0.3148	0.1221	0.7517	4.1124	0.1422	0.6697	0.0000	0.0000	0.1800	5.8560
2007	0.3192	0.3192	0.1035	0.7419	4.8124	0.1442	0.6720	0.0000	0.0000	0.1800	6.5505
2008	0.3153	0.3153	0.1194	0.7500	4.7815	0.1424	0.6647	0.0000	0.1600	0.1791	6.6777

Notes: The Others category includes the tax rate for the Senior Citizens Center, Sheltered Workshop, Health and State.  
 Overlapping rates are those of local and county governments that apply to property owners within the City of Maryville.  
 Rates for debt service are set based on the year's payment obligation.

Source: Nodaway County Clerk

# City of Maryville, Missouri

## Principal Property Taxpayers Current Year and Nine Years Ago (Unaudited)

Taxpayer	2008			1999		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Wal-Mart	2,607,450	1	2.15%			
Energizer Battery Mfg	2,515,160	2	2.07%			
Moog Automotive Co.	971,140	3	0.80%			
Barrington Assoc Inc.	784,600	4	0.65%			
Nucor-LMP Inc.	714,650	5	0.59%			
Deluxe Mfg	642,950	6	0.53%			
Inland Realty	602,580	7	0.50%			
Krzyzostaniok, Dorothy	564,140	8	0.46%			
Boney Corporation	494,920	9	0.41%			
Snyder & Snyder, LLC	460,050	10	0.38%			

Source: Nodaway County Assessor

Note: Assessed values not available for 1999.

# City of Maryville, Missouri

## Property Tax Levies and Collections Last Ten Fiscal Years (Unaudited)

Fiscal Year	Current Tax Levy	Current Tax Collections	Collected Within the Fiscal Year of the Levy		Total Tax Collections	Total Collections to Date		Ratio of Outstanding Taxes to Total Levy
			% of Current Collections	Delinquent Tax Collections		% of Total Current Collections	Outstanding Taxes Receivable	
1999	\$ 695,584	\$ 662,765	95.28%	\$ 11,276	674,041	96.90%	\$ 18,757	2.70%
2000	728,122	706,430	97.02%	11,921	718,351	98.66%	23,204	3.19%
2001	735,080	724,194	98.52%	13,395	737,589	100.34%	19,625	2.67%
2002	782,339	762,445	97.46%	12,676	775,121	99.08%	24,102	3.08%
2003	814,886	801,039	98.30%	17,519	818,558	100.45%	21,823	2.68%
2004	832,652	812,190	97.54%	16,406	828,596	99.51%	24,374	2.93%
2005	835,901	821,117	98.23%	16,179	837,296	100.17%	26,481	3.17%
2006	845,260	826,931	97.83%	18,740	845,671	100.05%	20,422	2.42%
2007	835,354	820,980	98.28%	16,660	837,640	100.27%	21,751	2.60%
2008	911,686	876,702	96.16%	16,242	892,944	97.94%	24,449	2.68%

Notes: Includes real estate, personal, and railroad & utility taxes.  
A tax levy provides taxes remitted for the following year.

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# City of Maryville, Missouri

## Ratios of Outstanding Debt by Type Last Ten Fiscal Years (Unaudited)

Fiscal Year	Governmental Activities				
	General Obligation Bonds	Capital Leases	TIF Bonds	Note Payable	Certificates of Participation
1999	\$ 2,975,000	\$ 235,777	\$ ---	\$ ---	\$ ---
2000	2,900,000	305,070	---	---	---
2001	3,825,000	196,724	---	---	---
2002	3,675,000	118,815	---	---	---
2003	3,510,000	190,244	---	91,498	---
2004	3,340,000	308,324	---	57,101	---
2005	3,165,000	262,775	---	21,423	---
2006	2,975,000	144,162	2,580,000	---	---
2007	2,770,000	45,060	2,580,000	---	---
2008	2,565,000	---	2,545,000	---	1,730,000

Note: Details regarding the City's outstanding debt may be found in the notes to the basic financial statements.

\* Information unavailable

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Business-type Activities						
Revenue Bonds	Capital Leases	Certificates of Participation	Note Payable	Total Primary Government	Percentage of Personal Income	Debt per Capita
\$ 7,710,000	\$ 155,016	\$ 632,128	\$ 7,695	\$ 11,715,616	6.25%	\$ 1,099
7,260,000	88,674	565,654	4,660	11,124,058	5.53%	1,051
7,010,000	126,603	495,630	1,564	11,655,521	5.75%	1,102
6,755,000	171,262	421,956	---	11,142,033	5.57%	1,053
6,365,000	118,815	344,444	154,635	10,774,636	5.18%	1,018
5,960,000	344,500	262,938	143,613	10,416,476	4.58%	984
5,535,000	767,438	177,140	131,911	10,060,687	4.45%	951
5,090,000	522,753	86,872	119,488	11,518,275	4.89%	1,089
4,630,000	349,453	---	106,299	10,480,812	*	991
4,150,000	715,415	---	92,296	11,797,711	*	1,115

# City of Maryville, Missouri

## Ratios of Net General Bonded Debt Outstanding Last Ten Fiscal Years (Unaudited)

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Fiscal Year	General Obligation Bonds	Fund Balance Debt Service Fund	Net General Bonded Debt	Percentage of Actual Taxable Value of Property	Debt per Capita
1999	2,975,000	1,567,575	1,407,425	0.43%	\$ 279
2000	2,900,000	1,561,746	1,338,254	0.35%	274
2001	3,825,000	250,269	3,574,731	0.92%	361
2002	3,675,000	269,150	3,405,850	0.81%	347
2003	3,510,000	288,865	3,221,135	0.74%	332
2004	3,340,000	323,400	3,016,600	0.68%	316
2005	3,165,000	367,421	2,797,579	0.63%	299
2006	2,975,000	381,689	2,593,311	0.56%	281
2007	2,770,000	385,303	2,384,697	0.52%	262
2008	2,565,000	418,153	2,146,847	0.43%	242

Note: Details regarding the City's outstanding debt may be found in the notes to the basic financial statements.

# City of Maryville, Missouri

## Direct and Overlapping Governmental Activities Debt For the Year Ended September 30, 2008 (Unaudited)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Amount Applicable to City
Debt repaid with property taxes:			
Maryville School District	\$ 14,000,000	65.00%	\$ 9,100,000
City direct debt			2,565,000
Total direct and overlapping debt			\$ 11,665,000

Source: Maryville School District

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements. Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Maryville. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident -- and therefore responsible for repaying the debt -- of each overlapping government.

# City of Maryville, Missouri

## Legal Debt Margin Information Last Ten Fiscal Years (Unaudited)

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	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Debt limit	\$ 15,154,092	\$ 17,331,536	\$ 15,355,997	\$ 17,182,024	\$ 17,944,735
Total net debt applicable to limit	<u>1,407,425</u>	<u>1,338,254</u>	<u>3,574,731</u>	<u>3,405,850</u>	<u>3,221,135</u>
Legal debt margin	<u>\$ 13,746,667</u>	<u>\$ 15,993,282</u>	<u>\$ 11,781,266</u>	<u>\$ 13,776,174</u>	<u>\$ 14,723,600</u>
Total net debt applicable to the limit as a percentage of debt limit	10.24%	8.37%	30.34%	24.72%	21.88%

Legal Debt Margin Calculation for Fiscal Year 2008

Assessed value	<u>\$ 121,558,099</u>
Debt limit (20% of assessed value)	<u>\$ 24,311,620</u>
City Debt applicable to debt limit:	
General obligation bonds	2,565,000
Less-amount available in debt service fund	<u>(418,153)</u>
Total net debt applicable to limit	<u>2,146,847</u>
Legal debt margin	<u>\$ 22,164,773</u>

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ 18,605,121	\$ 18,948,036	\$ 19,895,986	\$ 20,134,614	\$ 22,164,773
<u>3,016,600</u>	<u>2,797,579</u>	<u>2,593,311</u>	<u>2,384,697</u>	<u>2,146,847</u>
<u>\$ 15,588,521</u>	<u>\$ 16,150,457</u>	<u>\$ 17,302,675</u>	<u>\$ 17,749,917</u>	<u>\$ 20,017,926</u>
19.35%	17.32%	14.99%	13.43%	10.72%

# City of Maryville, Missouri

## Pledged-Revenue Coverage Last Ten Fiscal Years (Unaudited)

Water and Sewer System Bonds							
Fiscal Year	Operating Revenue (1)	Operating Expenses (2)	Net Revenues	Debt Service		Total Debt Payments	Coverage
			Available for Debt Service	Principal	Interest		
1999	\$ 2,507,700	\$ 1,064,964	1,442,736	\$ 380,000	\$ 213,305	593,305	2.43%
2000	2,914,522	1,251,079	1,663,443	450,000	434,330	884,330	1.88%
2001	2,803,564	1,242,101	1,561,463	250,000	412,638	662,638	2.36%
2002	2,588,236	1,324,194	1,264,042	300,000	369,925	669,925	1.89%
2003	2,588,811	1,519,965	1,068,846	390,000	326,790	716,790	1.49%
2004	2,525,465	1,553,826	971,639	405,000	312,428	717,428	1.35%
2005	2,630,054	1,646,331	983,723	425,000	297,045	722,045	1.36%
2006	2,856,752	1,636,982	1,219,770	445,000	278,660	723,660	1.69%
2007	3,568,588	2,312,803	1,255,785	460,000	258,725	718,725	1.75%
2008	3,332,071	1,659,000	1,673,071	480,000	238,115	718,115	2.33%

(1) Operating revenue includes interest earnings

(2) Operating expenses excludes interest expense and depreciation expense

# City of Maryville, Missouri

## Demographic and Economic Statistics Last Ten Fiscal Years (Unaudited)

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Fiscal Year	Population (1)	Personal Income	Per Capita Income (2)	Median Age (1)	School Enrollment (4)	Unemployment Rate (3)
1999	10,663	\$ 187,402,225	\$ 17,575	*	1,389	1.20%
2000	10,581	201,144,810	19,010	23	1,381	1.76%
2001	10,581	202,530,921	19,141	23	1,374	2.98%
2002	10,581	200,097,291	18,911	23	1,341	3.39%
2003	10,581	208,075,365	19,665	23	1,276	3.60%
2004	10,581	227,544,405	21,505	23	1,284	3.70%
2005	10,581	226,327,590	21,390	23	1,299	3.88%
2006	10,581	235,353,183	22,243	23	1,337	3.46%
2007	10,581	*	*	23	1,371	3.79%
2008	10,581	*	*	23	1,304	4.22%

Sources: (1) U.S. Census Bureau (ten year increments)  
(2) U.S. Bureau of Economic Analysis (for the Maryville Micropolitan Area)  
(3) U.S. Department of Labor and the Missouri Department of Economic Development  
(4) Maryville R-II School District

\* Information unavailable

# City of Maryville, Missouri

## Principal Employers Current Year and Nine Years Ago (Unaudited)

Employer	2008			1999		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Northwest Missouri State University	800	1	6.91%	603	2	4.69%
Kawasaki Motos Mfg. Corp	750	2	6.48%	380	3	2.95%
Energizer	515	3	4.45%	615	1	4.78%
St. Francis Hospital & Health Services	473	4	4.08%	370	4	2.88%
Kelly Services	350	5	3.02%			
Hy-Vee Food Store	300	6	2.59%			
Wal-Mart Superstore	290	7	2.50%	180	10	1.40%
Maryville R-II School District	250	8	2.16%	230	7	1.79%
Maryville Treatment Center	240	9	2.07%	201	8	1.56%
DELUXE	230	10	1.99%	247	6	1.92%
ARAMark				250	5	1.94%
Federal Mogul				200	9	1.55%

Source: Nodaway County Economic Development

# City of Maryville, Missouri

## Full-Time Equivalent City Government Employees By Function/Program Last Ten Fiscal Years (Unaudited)

Function/Program	Full-Time Equivalent Employees as of September 30									
	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
<b>General Government</b>										
Administration	4	5	5	4	4	4	4	4	4	4
Finance	5	5	4.5	4.5	4.5	5.5	5	5.5	6	6
Court	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5
<b>Public Safety</b>										
Administration	2	3	3	2.5	2.5	3.5	2	2	2	2
Public Safety Officers	20	21	22	22	22	23	23	22	21	24
Lake Patrol	1.5	1.5	2	1	1.5	0.5	0.5	0	0	0
Dispatch	6.5	6.5	6.5	6	5.5	6.5	7	7	7	5.5
Firefighters	2	2	3	3	4	4	3	3	3	2
Volunteer Firefighters	13	14	18	15	14	15	14	16	16	na
<b>Public Works</b>										
Administration	2.5	3	2.5	3	3	3	3	4	4	3
Code Enforcement	2	2	2	3	3	4	3	3	3	3
Street Maintenance/Central Garage	8	10	11	10.5	13.5	13	12	13	11	11
Airport	1.5	1.5	1.5	1.5	1.5	1.5	0	0	0	0
GIS	1	1	1	0.5	0	0	0	0	0	0
<b>Parks &amp; Recreation</b>										
Administration	3	3	3	4	4	4	3	2	2	2
Recreation	67	66	73	66	64.5	54	48	49	50.5	49
Park Maintenance	12.5	10	9	8	8.5	9	9	10	9	10.5
<b>Solid Waste</b>	3	3	3	3.5	3	3	4.5	5.5	5	5
<b>Water/Sewer</b>	6	6	12	16	14.5	12.5	12	11	11	9
<b>Mozingo Recreation</b>										
Golf Clubhouse	9.5	11.5	11.5	10.5	11	9.5	12	13	12.5	13.5
Golf Maintenance	13.5	11	15.5	14	11.5	14	13	13.5	12.5	12.5
Park Maintenance	10	9.5	11.5	10	10	8.5	8	7	6	5.5
<b>Total</b>	<b>195</b>	<b>197</b>	<b>222</b>	<b>210</b>	<b>207.5</b>	<b>199.5</b>	<b>187.5</b>	<b>192</b>	<b>187</b>	<b>169</b>

Note: For this schedule, full time employees are treated as one FTE and part-time employees are treated as one-half of an FTE.  
The volunteer firefighters are reported as one FTE.

Source: City records

# City of Maryville, Missouri

## Operating Indicators by Function/Program Last Ten Fiscal Years (Unaudited)

Function/Program	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
<b>Public Safety:</b>										
Arrests	650	746	982	739	885	874	1,156	1,152	1,054	1,095
Parking violations	*	*	*	*	*	*	560	605	768	719
Traffic violations	*	*	*	*	*	523	1,979	2,138	2,121	2,029
Vehicle accidents	*	*	*	*	*	98	323	298	321	330
Total calls answered	*	*	*	9,801	8,294	8,308	9,955	11,239	11,786	11,131
<b>Fire:</b>										
Total calls answered	*	*	*	72	91	65	170	195	309	171
<b>Public Works:</b>										
Commercial building permits	*	10	10	9	13	24	17	13	13	5
Residential building permits	*	67	98	99	107	97	76	95	96	74
<b>Water:</b>										
Number of service connections	3,290	3,504	3,762	3,800	3,824	3,812	3,843	3,857	3,864	3,931
Daily average consumption in gallons	1.7 mgd	1.8 mgd	1.8 mgd	1.7 mgd	1.7 mgd	1.7 mgd	1.6 mgd	1.6 mgd	1.6 mgd	1.6 mgd
<b>Water Pollution Control:</b>										
Daily average flow in gallons	1.6 mgd									

Source: City records

\* Information unavailable

# City of Maryville, Missouri

## Capital Asset Statistics by Function/Program Last Ten Fiscal Years (Unaudited)

Function/Program	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Public Safety Stations	1	1	1	1	1	1	1	1	1	1
Public Works:										
Area of city (square miles)	5.75	5.75	5.75	5.80	5.80	5.80	5.80	5.86	5.86	5.86
Miles of streets	60.50	60.50	60.50	61.00	61.00	61.50	61.50	62.11	62.11	62.11
Number of streets	111	111	111	112	112	113	113	114	114	114
Miles of sidewalks	37	37	37	40	40	40	43	43	43	43
Number of street lights	800	800	800	810	810	810	810	816	816	816
Miles of storm sewers	68	68	68	69	70	70	72	72	72	72
Parks & Recreation:										
Parks	9	9	10	10	10	10	10	10	10	10
Acreage	60	60	110	110	110	110	110	110	110	110
Tennis courts	4	4	4	4	4	4	4	4	4	4
Baseball/softball diamonds	4	4	8	8	8	8	8	8	8	8
Community center	0	0	0	0	1	1	1	1	1	1
Aquatic center	1	1	1	1	1	1	1	1	1	1
Water:										
Miles of water mains	72	72	72	74	74	74	74	76	76	76
Number of fire hydrants	490	490	492	492	495	495	496	497	498	498
Maximum daily capacity in gallons	2.3 mgd	2.3 mgd	2.3 mgd	2.3 mgd	5.0 mgd					
Water Pollution Control:										
Miles of sanitary sewer	72	72	72	74	74	74	74	76	76	76
Maximum daily capacity in gallons	1.7 mlg									

Source: City records

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