

CITY OF BELTON, MISSOURI

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**FOR THE YEAR ENDED
MARCH 31, 2010**

Prepared by: Finance Department

CITY OF BELTON, MISSOURI

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CITY OF BELTON, MISSOURI

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City of Belton, Missouri

Principal Officials

MAYOR/CITY COUNCILMEN

Jimmy Odom	Mayor
Perry Gough.....	Ward I
Bobby Davidson	Ward I
Jeff Davis	Ward II
Justin Neff.....	Ward II
Albert Hoag.....	Ward III
Everett Loughridge	Ward III
Tim Savage	Ward IV
Gary Lathrop.....	Ward IV

OTHER ELECTED OFFICIALS

James Person	Police Chief
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ADMINISTRATION

Ron Trivitt	City Manager
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Independent Certified Public Accountants Troutt, Beeman & Co., P.C.



CITY OF BELTON

506 Main Street
Belton, MO 64012

(816) 331-4331
Fax (816) 322-4620

October 13, 2010

HONORABLE MAYOR, CITY COUNCIL, AND CITY MANAGER:

The Finance Department is pleased to present this Comprehensive Annual Financial Report (CAFR) of the City of Belton, Missouri (the City), for the fiscal year ended March 31, 2010. This report is required by Missouri State Statute (RSMo 105.145) and is submitted for your information and review.

The responsibility for accuracy, completeness, and fairness of the data presented, including all disclosures, rests with the City. I believe the report as presented is accurate in all material aspects, is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of its various funds, and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

This report reflects changes required by Government Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis for State and Local Governments* as well as other GASB statements issued before and since. The format and description of these reports are addressed in Management's Discussion and Analysis (MD&A) and in the notes to the financial statements. The MD&A can be found in the financial section of the report following the "Report of Independent Certified Public Accountants."

The report includes all activities of the City. All applicable funds, departments, and offices are included in these financial statements as part of the "primary government" of the City.

The City is required to undergo an annual audit of the financial records and transactions of all departments of the City by independent certified public accountants. The City's financial statements have been audited by Troutt, Beeman & Co., PC, a Certified Public Accounting firm. The goal of independent audit was to provide reasonable assurance that the financial statements are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used, and statement presentation. The Independent Certified Public Accountants concluded, based upon the audit, that there was a reasonable basis for issuing an unqualified opinion that the City's financial statements for the fiscal year ended March 31, 2010, are fairly presented in conformity with generally accepted accounting principles (GAAP). The Report of the Certified Public Accountants is presented in the front of the Financial Section of this report.

The CAFR is presented in three sections: Introductory, financial, and statistical. The **introductory section** is designed to introduce the reader to the report and includes this transmittal letter. The City's organizational chart, a list of principal officers, and the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting for the 2009 CAFR.

The **financial section** begins with the independent auditors' report. The auditors' report discloses the opinion of the independent auditors with regard to the presentation of the financial statements and internal controls. This section also includes the MD&A, the Basic Financial Statements and Notes that provide an overview of the City's financial position and operating results, the Combining Statement for non-major funds, and other schedules that provide detailed information relative to the Basic Financial Statements.

The **statistical section** includes selected financial and demographic information, generally presented on a multi-year basis. This section is designed to provide the reader with a broader and more complete understanding of the City and its financial affairs than is possible from the financial statements and supporting schedules in the financial section alone.

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

Profile of the City

Belton, Missouri, was incorporated in 1872. It is located in the Northwest corner of Cass County and borders on the Southeastern edge of Kansas City, Missouri. Belton is the largest city in Cass County with an estimated population of 24,802. Belton was named after the man who helped survey it, Marcus Lindsey Belt, and has a history rich in names such as Carrie Nation, the Dalton Gang, the Cole Younger family, the Shawnee Indians, and Dale Carnegie, whose body is buried in the Belton cemetery.

Located in the "Heart of America", Belton offers excellent residential and business location with 71 Highway providing access to several major interstate highways just miles to the North and Lake of the Ozarks and Truman Lake to the South. Completed and near future major road projects in Belton give it tremendous growth potential for businesses wanting good major highway visibility in a solid and growing urban setting on the outskirts of the Greater Kansas City Area.

The City of Belton provides a comprehensive range of municipal services normally associated with a municipality including highly rated police and fire protection, public works services, parks and recreation facilities, and general administrative services. The City also provides water and sanitary sewer services and a public golf course (Eagles' Landing Golf Course), all of which are accounted for in the financial statements as business-type funds.

Utility service in the City is mixed between public and private companies. Water and sanitary sewerage utilities are operated by the Water and Sewer Departments of the City.

Water and sewer rates are established to meet the total revenue requirements of the utilities including operating and capital expenditures. Natural gas is supplied by Missouri Gas Energy Company (MGE) and electricity by KCP&L. Both traditional and cellular phone service is provided by several companies.

All major commercial television networks, independent local stations as well as public television, service the City. Cable television is provided by Time Warner on which the City information channel is available.

In November 2008, Belton voters approved a charter and Belton became a charter city utilizing a Mayor/Council/Manager form of government. Registered voters elect a mayor and eight council members to serve four and three year terms, respectively. The Mayor is a voting member of the City Council making up a nine member City Council. An election for one councilman in each of four wards is conducted as a unit two of every three years. The election for mayor is conducted every four years. The City Manager is appointed by the City Council.

Financial Information

In fulfilling its responsibilities for reliable financial statements, management depends on the City's system of internal control. The objective of this system is to ensure that the assets of the government are effectively protected from loss, theft, or misuse. Further, management of the City is responsible for ensuring that transactions are executed in accordance with proper authorization and within City policies and that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principals (GAAP). The internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of control should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits require estimates and judgments by management. While the system of internal controls is not totally immune to discrepancies, it does comply with the standards of the industry, is reviewed annually as part of the independent audit, and has proven its integrity with years of absence of any significant discrepancies.

The accounts of the City are organized on the basis of funds and account groups, each of which is considered to be a separate entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which compromise its assets, liabilities, equities, revenues and expenditures.

The annual budget serves as the foundation for the City of Belton's financial planning and control. The appropriated budget is prepared by fund and department (e.g. public works, police, finance, etc.). Department heads may make transfers within their department with the approval of the City Administrator. Transfers between departments or funds require the approval of the City Council. Budget to actual comparisons, which are required for each individual governmental fund for which an appropriated annual budget has been adopted, are included in this report.

Factors Affecting Financial Condition

Local economy. Strong retail development along Highway 58 (South Scott Street) has been the foundation for solid growth in the City's sales and property taxes. This was accomplished in large part with the successful use of Tax Increment Financing (TIF) which funded infrastructure improvements and continues to fund road improvements which should lay the foundation for continued commercial development. While growth in the retail sector slowed somewhat, a new center with Office Depot and Petsmart as the anchor tenants was opened, though the Office Depot store closed shortly after opening as part of their corporate downsizing. Other projects and plans are currently under consideration and the near future appears bright. Enhancement of the interchange at Highways Y and 71 is stimulating interest in developing the parcels in that corridor. The Highway Y corridor and an improved Hwy Y/71 interchange should be the hub for the next wave of growth in Belton.

Long-Term Financial Planning. The City of Belton prepares a five year Capital Improvement Plan which includes proposed amounts for constructing, maintaining, upgrading and replacing the major components of the City's infrastructure. Funding sources, identified and prospective, are included in this plan giving the City a tool for meeting the needs of the City.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Belton for its Comprehensive Annual Financial Report for the fiscal year ended March 31, 2009. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report was made possible by the hard work of the staff of the City of Belton Finance Department. The contribution made by each staff member is sincerely appreciated. Special thanks are extended to the City's Independent Certified Public Accountants for their assistance and for the professional manner in which the firm accomplished the audit. I would also like to thank Mayor Odom, the City Council, and City Manager Ron Trivitt for their continued interest and support in planning and conducting the financial operations of the City in a professional and progressive manner.

Respectfully submitted,



Michael L. Wade
Director of Finance

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Belton
Missouri

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
March 31, 2009

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A stylized, handwritten signature in black ink, appearing to be "JRE".

President

A handwritten signature in black ink, appearing to be "Jeffrey R. Enow".

Executive Director

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INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor
and Members of the
City Council
City of Belton, 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 Belton, Missouri (the City), as of the year ended March 31, 2010, 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's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Belton, Missouri, as of March 31, 2010, 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.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 5 through 14 and 73 through 78 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with managements responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Belton, Missouri's basic financial statements. The introductory section, combining non-major fund financial statements, and statistical tables are presented for purposes of additional analysis, and are not a required part of the basic financial statements. The combining and individual non-major fund financial statements and budgetary schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to other auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

T. J. Smith, Decman Co., P.C.

Harrisonville, Missouri
October 27, 2010

MANAGEMENT'S DISCUSSION AND ANALYSIS

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CITY OF BELTON

506 Main Street
Belton, MO 64012

(816) 331-4331
Fax (816) 322-4620

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of The City of Belton's Comprehensive Annual Financial Report provides readers with a narrative overview and analysis of the City's financial performance during the fiscal year that ended on March 31, 2010. We encourage readers to consider the information presented here in conjunction with the letter of transmittal at the front of this report, the City's basic financial statements, and notes to the financial statements, to enhance their understanding of the activities and financial health of The City of Belton.

FINANCIAL HIGHLIGHTS

- Net assets of the City increased \$1.1 million or 2.7% during fiscal 2010 with a \$2.3 million increase attributed to business-type activities offset by a \$1.2 decrease in governmental activities. The increase is the result of operating revenue in the water and sewer funds exceeding expenditures. The decrease in governmental activities resulted from interest on debt exceeding revenue generated by sales taxes to pay that debt as well as reserves in the General Fund being utilized for one-time transfers to cover deficits in other funds.
- Unrestricted net assets were negative \$33.7 million. \$36.4 million of this amount is attributed to Governmental Activities offset by a positive \$2.7 million in business-type activities. The City's large negative amount in unrestricted net assets is primarily representative of the amount by which the City's debt exceeds corresponding assets.
- \$3.8 million in General Obligation Bonds were issued as the second piece of voter approved Storm Water improvement bonds to complete various storm water needs in the City. Police/Court building renovations totaling \$6.6 million were completed in the fall of 2009.
- One-time transfers from the General Fund to the Golf and Street funds for \$180,008 and \$267,244 respectively were made to cover revenue shortfalls in both funds. In all likelihood, neither fund will be in a financial position to recover from those deficiencies without these transfers.
- During fiscal 2010, the City's governmental expenditures of \$30.3 million were \$5.1 million more than the \$25.2 million generated in taxes and other revenues for governmental programs. This excess in expenditures relates to the utilization of existing bond proceeds to pay for storm water improvements, renovation of existing police/court building, and shortfalls in sales tax revenue needed to cover debt service and other departmental operating costs. In fiscal 2010, expenditures exceeded revenues by \$5.1 million.
- The total cost of the City's programs was \$8.5 million less than the prior year due mostly from decreased spending on the interchange at Highways Y and 71 as that project neared completion, and was in fact completed in early summer of 2010.

This discussion and analysis is intended to serve as an introduction to the City's *Basic Financial Statements*. The Basic Financial Statements contain three components: government-wide financial statements, fund financial statements (including component unit statements), and notes to the financial statements. In addition, this report contains other *Required Supplementary Information*, a *Supplemental Information* section that presents *combining statements* for non-major governmental funds (along with actual and budget comparison schedules), and a *Statistical Section* which includes supplemental disclosure information.

The basic financial statements include two kinds of statements that present different views of the City:

- The first two statements are *government-wide financial statements* that provide both long-term and short-term information about the City's overall financial status.
- The remaining statements are *fund financial statements* that focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.
 - *Governmental Fund* statements tell how *general government* services like public safety, public works, health and welfare, and parks, trails, and storm water were financed in the short-term as well as what remains for future spending.
 - *Proprietary Fund* statements offer short-term and long-term financial information about the activities the City government operates similar to a private business, such as Eagles' Landing Golf Course.

The financial statements also include *notes* that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements. In addition to these required components, a section is included with combining statements that provide further detail about our non-major governmental funds, each of which are added together and presented in single columns in each of the basic financial statements.

Government-Wide Statements

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when and how they have changed. Net assets, the difference between the City's assets and liabilities, are one way to measure the City's financial health or current position.

- Over time, increases or decreases in the City's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the City, consideration should be given to additional non-financial factors such as changes in the City's property tax base and the condition of the City's roads.

The government-wide financial statements of the City are divided into three categories:

- *Governmental activities:* Most of the City's basic services are included here, such as public safety, roads and bridges, parks and recreation, and general administration. Sales taxes, property taxes, charges for services, and State and Federal grants finance most of these activities.
- *Business-type activities:* The City charges fees to customers to help cover the costs of certain services it provides. The City's Enterprise Funds: Water Fund, Sewer Fund, and Eagles' Landing Golf Course, are included here.
- *Component units:* The City currently has no situations or relationships which would be classified as component units.

Fund Financial Statements

The fund financial statements provide more detailed information about the City's most significant *funds*, not the City as a whole. Funds are accounting mechanisms that the City uses to keep track of and segregate specific sources of funding and spending for particular purposes.

- Some funds are required by state law and/or by bond covenants.
- The Finance Director, with City Council approval, establishes other funds to control and manage resources for particular purposes (i.e. Debt Service and Capital Projects Funds) or to show that certain taxes and grants are used appropriately (i.e. Special Revenue Funds).
- *Governmental funds:* Most of the City's basic services are included in governmental funds, which focus on (1) how cash and other financial assets can readily be converted to cash flow in and out, and (2) the balances left at year-end are available for spending. Consequently, the governmental fund statements provide a detailed *short-term* view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information is provided on the subsequent page of the governmental funds statement that explains the relationship (or differences) between the two types of statements.
- *Proprietary funds:* Services for which the City charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long-term and short-term financial information.
 - The City's *Enterprise Funds* are classified as a business-type activity on the government-wide statements, but more detailed information is provided in the Proprietary Fund Statements, such as its cash flows.

Government-Wide Financial Analysis

Net Assets. As discussed earlier, net assets may serve as a useful indicator of a government's financial position. As of March 31, 2010, the City's net assets were \$43,099,815. Table A provides a summary of the City's governmental and business-type net assets for fiscal 2010.

Combined Statement of Net Assets

	Governmental Activities		Business-type Activities		Total	
	2009	2010	2009	2010	2009	2010
Assets						
Current and other assets						
Cash and other assets	\$ 27,561,411	\$ 25,050,212	\$ 3,066,777	\$ 4,409,424	\$ 30,628,188	\$ 29,459,636
Total capital assets	75,255,434	77,608,076	20,301,992	20,566,418	95,557,426	98,174,494
Total assets	\$ 102,816,845	\$ 102,658,288	\$ 23,368,769	\$ 24,975,842	\$ 126,185,614	\$ 127,634,130
Liabilities						
Current and other liabilities	\$ 6,794,093	\$ 6,372,068	\$ 1,639,214	\$ 1,792,320	\$ 8,433,307	\$ 8,164,388
Long-term debt outstanding	70,145,416	71,569,381	5,638,432	4,800,546	75,783,848	76,369,927
Total liabilities	\$ 76,939,509	\$ 77,941,449	\$ 7,277,646	\$ 6,592,866	\$ 84,217,155	\$ 84,534,315
Net Assets						
Invested in Capital Assets, net of debt	\$ 44,789,700	\$ 43,815,404	\$ 13,879,702	\$ 14,932,985	\$ 58,669,402	\$ 58,748,389
Restricted:						
Capital projects	9,821,795	11,040,655	-	-	9,821,795	11,040,655
Debt Service	5,802,995	6,267,731	862,377	720,898	6,665,372	6,988,629
Unrestricted	(34,537,154)	(36,406,951)	1,349,044	2,729,093	(33,188,110)	(33,677,858)
Total net assets	\$ 25,877,336	\$ 24,716,839	\$ 16,091,123	\$ 18,382,976	\$ 41,968,459	\$ 43,099,815

Total net assets for the City at March 31, 2010, were \$43,099,815 with \$18,382,976 attributed to business-type activities and \$24,716,839 attributable to governmental activities.

At the end of fiscal 2010, the City had \$98.2 million invested in a variety of capital assets, including land, buildings, construction in progress, law enforcement equipment, emergency preparedness equipment upgrades, document retention system, heavy equipment for the maintenance of roads and bridges, as well as, the addition of infrastructure. This was an increase of \$2.7 million over 2009.

The largest portion of the City's net assets represents the investment in capital assets, net of related debt, which is restricted for the purpose of providing services to the City of Belton citizens; therefore, they are not available for future spending. Because they are not available for future spending, the resources needed to liquidate the related debt must be provided from other sources, primarily sales and property taxes.

Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The \$11,040,645 of restricted assets for capital projects represent unspent bond proceeds for road, storm water, and aquatic center construction while the \$6,988,629 restricted for debt service are funds collected and being held to pay off bonds and restricted for that use.

The City has issued debt in relation to one tax increment financing (TIF) area. The debt is paid with incremental revenue generated because of development within the TIF. These bonds have

been financed over 20 years. The City's liabilities at March 31, 2010, include outstanding TIF bond debt of \$18,185,000 relating to funding these TIF costs. The eligible costs paid with these bonds vary in nature and the majority on the existing debt will not become assets of the City. Because of this, the City's total net assets are reduced and present a less favorable picture as compared to governments that do not extensively fund projects in this manner.

Governmental Activities. Table B (see next page) presents fiscal 2009 and 2010 revenues and expenditures for the primary government as they are reported in the Statement of Activities in the basic financial statements. The revenues and expenditures include the Governmental Funds (General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Funds) and Enterprise Funds (Eagles' Landing Golf Course, Water and Sewer Funds).

Sales taxes decreased 3.7% with economic conditions suppressing retail activity universally. Residential and commercial growth have both slowed in most communities reflective of general economic conditions which corresponds directly with the reduction in the sales tax revenue. Sales taxes make up 29.1% of revenue in the governmental funds.

Property taxes for general purposes grew 4.3%. The above mentioned slow-down in new construction kept assessed value growth and the associated property tax revenue at this relatively flat level.

Investment earnings decreased 56.0% with a dramatic reduction in available investment interest rates and reduced amounts in unspent bond proceeds and other cash reserves. Spending on construction projects exceeding new bond proceeds caused a \$3.5 million decrease in cash available for investment. This trend will continue in 2010 with significant progress on capital projects taking place.

Table B
City of Belton, Missouri - Changes in Net Assets

	Governmental		Business-type		Total	
	Activities		Activities			
	2009	2010	2009	2010	2009	2010
Revenues						
<u>Program Revenues</u>						
Charges for Services	\$ 7,679,010	\$ 8,061,932	\$ 9,278,367	\$ 10,624,170	\$ 16,957,377	\$ 18,686,102
Operating Grants and Contributions	1,408,883	1,142,413	-	-	1,408,883	1,142,413
Capital Grants and Contributions	4,900	268,275	-	-	4,900	268,275
<u>General Revenues</u>						
Taxes:						
Property Taxes-general purposes	1,306,224	1,316,337	-	-	1,306,224	1,316,337
Property Taxes-specific purposes	2,504,867	2,420,523	-	-	2,504,867	2,420,523
Franchise Taxes	3,878,180	3,973,556	-	-	3,878,180	3,973,556
Sales Taxes	7,537,088	6,873,001	-	-	7,537,088	6,873,001
Unrestricted Investment Earnings	820,048	508,191	288,011	264,722	1,108,059	772,913
Miscellaneous	303,226	405,908	960	99,758	304,186	505,666
Total Revenues	25,442,426	24,970,136	9,567,338	10,988,650	35,009,764	35,958,786
Expenses						
Governmental Activities:						
General Government	3,657,329	3,509,200	-	-	3,657,329	3,509,200
Fire and Emergency Services	4,213,434	4,434,509	-	-	4,213,434	4,434,509
Public Safety	4,951,838	4,917,024	-	-	4,951,838	4,917,024
Public Works	13,660,507	3,825,745	-	-	13,660,507	3,825,745
Civil Defense	74,716	76,443	-	-	74,716	76,443
Municipal Jail	446,596	487,563	-	-	446,596	487,563
Parks and Recreation	3,005,796	3,936,468	-	-	3,005,796	3,936,468
Community Development	179,442	444,924	-	-	179,442	444,924
Interest on Long-term Debt	3,544,108	3,635,650	-	-	3,544,108	3,635,650
Business-type Activities	-	-	9,940,444	9,534,511	9,940,444	9,534,511
Total Expenses	33,733,766	25,267,526	9,940,444	9,534,511	43,674,210	34,802,037
Changes in net assets before transfers	(8,291,340)	(297,390)	(373,106)	1,454,139	(8,664,446)	1,156,749
Transfers & Loss on Disp of Assets	(640,178)	(109,566)	793,305	84,173	153,127	(25,393)
Changes in net assets	(8,931,518)	(406,956)	420,199	1,538,312	(8,511,319)	1,131,356
Net Assets at beginning of year	34,808,854	25,123,795	14,568,676	16,844,664	49,377,530	41,968,459
Net Assets at end of year	\$ 25,877,336	\$ 24,716,839	\$ 14,988,875	\$ 18,382,976	\$ 40,866,211	\$ 43,099,815

Public Works decreased \$9.8 million as work on major road construction projects and other projects was funded in the prior year. Parks and Recreation increased \$0.9 million with the completion of the aquatics center and increased staff and operating costs for that facility which totaled \$329 thousand.

Interest on long-term debt was stable with the new debt issue happening in the last month of the fiscal year.

Business-type Activities: The City's Eagles' Landing Golf Course realized a 19.2% increase in revenue resulting from a sales tax refund of \$287,000. Operating revenue showed a decrease of 12.2% ending four consecutive years of increasing revenues in the struggling golf industry. Modest rate increases in the Water and Sewer Funds helped to increase revenue and cash reserves in both funds which will be used for future capital projects. Costs were contained showing a 0.2% decrease which maintained a small operating income. Sewer expenses decreased by 7.0% resulting from lower maintenance costs. Overall, there was a 7.8% increase in revenues in the business-like funds offset by an increase of 4.5% increase in operating expenses. \$950,000 in non-operating expenses and \$640,000 in net transfers-in yielded an increase of \$781,000 in net assets.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

Governmental Funds Overview. The City of Belton uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. As described earlier, the City's governmental funds provide information on short-term inflows and outflows, as well as what remains for future spending. Such information is useful in assessing the City's financing requirements. For example, 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. The following information is supplemental to the information presented in the previous section (Table B).

At the end of fiscal 2010, the City of Belton reported a combined fund balance of \$21,319,266 in the Governmental Funds. Of the total combined fund balance, 77.4% consists of unreserved fund balance. This is the portion of fund balance which serves as a measure of current available financial resources. This share of the fund balance is further divided into General Fund, Special Revenue Funds, Capital Projects Fund, and Debt Service Funds. Total fund balance decreased by \$1.6 million in fiscal 2010 as \$2.1 million in bond proceeds was spent on the renovation of the police/court building and \$1.6 which was completed in December of 2009 and on storm water projects which will continue into 2011.

The reserved fund balance represents resources not available for spending or those on which legal restriction have been placed.

The General Fund, Park Fund, Street Fund, Tax Increment Financing Special Allocation Fund, Sales Tax Improvement Fund, Park Sales Tax Improvement Fund, and Storm Water Construction Funds are the City's seven major governmental funds.

General Fund. The General Fund of the City of Belton accounts for all transactions not required to be accounted for in other funds. As the City's major operating fund, the General Fund accounts for ordinary operating expenditures financed primarily by property taxes and charges for services. The General Fund completed the year with a fund balance of \$2,173,518, decreasing by \$671,293 from 2009. The fund balance is 94.1% unreserved while the remaining 5.9% is reserved.

Park Fund. The Park Fund accounts for Parks and Recreation property tax collected for the purpose of providing parks services for the City. This includes land purchasing, parks constructing, equipping, maintaining, and operating the parks and recreation facilities. The Park Fund ending fund balance was a deficit (\$183,895); a decrease of \$135,442 from the prior year's ending balance resulting from \$58,897 spent from reserves for capital outlay and the elimination of a transfer from the Park Sales Tax Fund resulting from reduced sales tax revenue.

Tax Increment Financing (TIF) Special Allocation Fund. The TIF Special Allocation Fund is used to record receipts and disbursements relating to the Belton Town Centre redevelopment project. This fund is primarily a pass through fund with all receipts sent to the bond trustee for debt service payments with the exception of City costs eligible for reimbursement. The fund balance at the end of 2010 is \$3,658,022, an increase of \$376,795 from fiscal 2009 resulting from an increase in the transportation development district's sales tax rate from 0.25% to 1.00% and a transfer of surplus funds from the road construction fund of \$92,896.

Street Fund. The Street Fund accounts for the operations and maintenance of roads and bridges within the City. Financing is provided primarily by a ½ cent transportation sales tax and other intergovernmental revenues from the State, along with occasional transfers from the General Fund. The Street Fund ending fund balance was a deficit (\$18,280), is an increase of \$81,577 over the prior year's ending balance resulting from a transfer from the General Fund.

Sales Tax Improvement Fund. The Sales Tax Improvement Fund accumulates monies from the ½ cent capital improvement sales tax for making periodic principal and interest payments on debt related to various capital improvement projects as well as to fund other eligible capital improvement projects. The fund balance at the end of 2010 is \$2,024,669, a decrease of \$2,554,348 from fiscal 2009. The decrease is the result of spending of bond proceeds issued in the prior year completing renovation of the police/court building.

Park Sales Tax Improvement Fund. The Park Sales Tax Improvement Fund accumulates monies from the ½ cent park improvement sales tax for making periodic principal and interest payments on bonds issued for other park operating or capital improvement needs. COP bonds were issued in 1998 and 2007 with repayment schedules of 20 years. Additional COP bonds were issued in 2009 to complete the new aquatic center. Funds not needed to make debt service payments are available for other park and recreation uses. The fund balance at the end of 2010 is \$1,023,218, a decrease of \$108,061. The decrease resulted from a 10.4% decrease in sales tax revenue.

Storm water Construction Fund. The Storm water Construction Fund was established to account for receipts and disbursements relating to a general obligation bond issued for various storm water remediation projects. Previous year bond proceeds were expended in the amount of \$1,607,271 for storm water project construction costs. These various projects are ongoing and will be completed at various points over the next several years. Fund balance in the Storm Water Construction Fund is \$9,116,274. The net increase of \$2,861,461 resulted primarily from the issuance of the balance of voter approved bonds in the amount of \$3,845,000.

General Fund Budgetary Highlights

The City Council revised the budget of the General Fund several times during the year for an overall increase in appropriations of \$787,222 which was a 5.7% increase over the original budget with actual expenditures \$686,501 below the final approved budget.

Actual revenues fell short of budgeted revenues by \$1,041,522. The five major reasons for this surplus were:

- Taxes fell short of budget by \$361,985.
- Intergovernmental revenue fell short of budget by \$419,895.
- Fees and fines fell short of budget by \$101,503.

- Charges for services fell short of budget by \$168,683.
- Licenses and permits fell short of budget by \$49,373.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. The City of Belton's investment in capital assets for governmental and business-type activities is \$98,174,494, net of accumulated depreciation. This includes land, buildings, improvements, equipment, roads, bridges, and construction in progress. The total increase in capital assets was 2.7% over the prior year. Major capital asset projects funded this year are as follows:

- Police/Court Building improvements (\$2,142,316)
- Lacy Estates/Baldwin Water Line Project (\$417,512)
- New Financial Software and Hardware (\$235,333)
- Westover Overlay Project (\$257,747)
- Various Storm water projects in progress (\$1,607,272)
- Aquatic Center (\$166,213)
- Loch Lloyd Sewer Extension (\$170,851)

Additional information on the City's capital assets can be found in Note 4 on pages 41 to 43 of this report.

Debt Administration. The City of Belton had various forms of debt during fiscal 2010. Table C below shows the City's outstanding debt by type for 2009 and 2010:

Table C
Outstanding Debt

	Governmental		Business-type		Total	
	2009	2010	2009	2010	2009	2010
TIF Revenue Bonds	\$18,740,000	\$18,185,000	-	-	\$18,740,000	\$18,185,000
General Obligation Bonds	19,160,000	22,235,000	-	-	19,160,000	22,235,000
Certificates of Participation	29,796,450	28,821,650	3,028,550	2,923,350	32,825,000	31,745,000
Sewerage Revenue Bonds	-	-	2,310,000	1,785,000	2,310,000	1,785,000
Capital Leases	79,894	299,044	1,083,740	925,083	1,163,634	1,224,127
Notes Payable	2,602,362	2,572,746	-	-	2,602,362	2,572,746
DNR Energy Loan	121,001	113,513	-	-	121,001	113,513
Total	\$ 70,499,707	\$ 72,226,953	\$ 6,422,290	\$ 5,633,433	\$ 76,921,997	\$ 77,860,386

The City's debt for governmental activities increased in fiscal 2010 from \$70.5 million to \$72.1 million or 2.3%. The increase was the result of issuance of \$3,845,000 in General Obligation Bonds for storm water projects and \$235,333 for an equipment lease to purchase finance software and a supporting IBM server. All other principal and interest payments were made according to schedule.

Debt for business-type activities decreased by \$788,858 with no new debt issued and payments on all outstanding debt made according to existing amortization schedules.

Total debt increased a net of \$938,389 thousand.

Additional information on the City's long-term debt can be found in Note 6 on pages 46 to 53 of this report.

ECONOMIC FACTORS, 2010 BUDGET AND TAX RATES

- The City's fiscal 2010 General Fund budget increased 3.4% from the fiscal 2009 budget. Increases in capital outlay accounted for 50% of the increase while smaller increases in costs of various supplies and services were responsible for the balance. Revenue in the governmental funds decreased by 2.7%. Decreases in taxes of 42.2% and licenses and permits of 76.4% accounted for the decrease and were partially offset by a 69.9% increase in Park charges for services with smaller changes in various funds accounting for the balance.
- The City has a 1 cent general sales tax as well as ½ cent sales tax for Park, ½ cent for Transportation, ½ cent for capital improvement, and a ¼ cent fire department sales tax. With the continued economic slow-down in retail sales and of new retail development on hold in most communities including Belton, sales taxes were actually down by 9.5% from the previous fiscal year.
- The City's 2010 property tax levies have been adopted by the City Council and approved by the State Auditor's Office. The levies total \$1.5718 per \$100 of assessed value compared to 2009 rates totaling \$1.5577, or a very nominal increase of 0.9%.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City's finances for our citizens, taxpayers, customers, investors, creditors, and other interested parties, and also to show our accountability for the monies entrusted to our care. If you have questions about this report or need additional financial information, contact Michael L. Wade, Director of Finance, The City of Belton, 506 Main Street, Belton, Missouri 64012.

BASIC FINANCIAL STATEMENTS

Basic Financial Statements are provided so that the users of the financial report may obtain an overview of the City's financial position prior to a presentation of comparable data on a detailed basis for individual funds.

**CITY OF BELTON, MISSOURI
STATEMENT OF NET ASSETS
MARCH 31, 2010**

	<u>Primary Government</u>		
	<u>Governmental</u>	<u>Business-type</u>	<u>Total</u>
	<u>Activities</u>	<u>Activities</u>	
ASSETS			
Pooled cash and investments	\$ 16,207,137	\$ 2,495,078	\$ 18,702,215
Cash and investments-restricted	6,013,176	720,898	6,734,074
Taxes receivable, net	1,323,421	-	1,323,421
Due from other governments	178,045	-	178,045
Accrued interest	149,292	23,252	172,544
Accounts receivable	345,051	967,044	1,312,095
Delinquent property taxes receivable	200,857	-	200,857
Other receivables	225,371	-	225,371
Deferred charges, net of amortization	407,862	125,264	533,126
Inventories	-	77,888	77,888
Capital assets:			
Land, improvements, and construction in progress	7,974,292	1,121,778	9,096,070
Improvements other than buildings	6,800,308	24,596,564	31,396,872
Sewer plant	-	10,015,126	10,015,126
Buildings	34,849,811	962,817	35,812,628
Equipment and furniture	10,401,248	3,341,711	13,742,959
Infrastructure	48,300,079	-	48,300,079
Less: accumulated depreciation	<u>(30,717,662)</u>	<u>(19,471,578)</u>	<u>(50,189,240)</u>
Total capital assets	<u>77,608,076</u>	<u>20,566,418</u>	<u>98,174,494</u>
Total assets	<u>102,658,288</u>	<u>24,975,842</u>	<u>127,634,130</u>
LIABILITIES			
Accounts payable and accrued expenses	1,393,999	290,994	1,684,993
Salaries and benefits payable	875,391	135,585	1,010,976
Unearned revenues	581,694	-	581,694
Customer deposits	-	425,318	425,318
Other liabilities	537,286	45,836	583,122
Long-term liabilities:			
Due within one year:			
Bonds, capital leases, and contracts	2,674,417	832,887	3,507,304
Accrued interest	309,281	61,700	370,981
Due in more than one year:			
Bonds, capital leases, and contracts	69,439,023	4,800,546	74,239,569
Development obligations	1,616,511	-	1,616,511
Compensated absences	513,847	-	513,847
Total liabilities	<u>77,941,449</u>	<u>6,592,866</u>	<u>84,534,315</u>
NET ASSETS			
Invested in capital assets, net of related debt	43,640,404	14,932,985	58,573,389
Restricted for:			
Capital projects	11,040,655	-	11,040,655
Debt service	6,267,731	720,898	6,988,629
Unrestricted	<u>(36,231,951)</u>	<u>2,729,093</u>	<u>(33,502,858)</u>
Total net assets	<u>\$ 24,716,839</u>	<u>\$ 18,382,976</u>	<u>\$ 43,099,815</u>

See accompanying notes.

**CITY OF BELTON, MISSOURI
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MARCH 31, 2010**

Functions/Programs Primary government:	Charges for		Program Revenue		Capital Grants and		Net (Expense) Revenue and Changes in Net Assets	
	Expenses	Services	Operating Grants and Contributions	Contributions	Governmental Activities	Primary Government Business-type Activities	Total	
Governmental activities:								
General government	\$ 3,509,200	\$ 3,233,724	\$ 228	\$ -	\$ (275,248)	\$ -	\$ (275,248)	
Public safety	4,917,024	301,948	156,609	-	(4,458,466)	-	(4,458,466)	
Public works	3,825,745	233,242	908,484	4,247	(2,879,792)	-	(2,879,792)	
Fire and emergency services	4,434,509	864,472	67,112	118,513	(3,394,472)	-	(3,394,472)	
Civil defense	76,443	-	-	-	(76,443)	-	(76,443)	
Parks and recreation	3,938,466	2,547,287	10,000	-	(1,379,181)	-	(1,379,181)	
Community and economic development	444,924	614,878	-	145,515	(315,269)	-	(315,269)	
Municipal jail	487,563	276,580	-	-	(210,883)	-	(210,883)	
Interest on Long-term debt	3,635,660	-	-	-	(3,635,660)	-	(3,635,660)	
Total governmental activities	25,287,566	8,061,952	1,142,413	288,275	(15,794,906)	-	(15,794,906)	
Business-type activities:								
Water	4,503,667	4,595,834	-	-	-	92,167	92,167	
Sewer	3,714,566	4,976,473	-	-	-	1,261,907	1,261,907	
Golf course	1,316,278	847,855	-	-	-	(468,423)	(468,423)	
Total business-type activities	9,534,511	10,420,162	-	-	-	885,651	885,651	
Total primary government	\$ 34,802,037	\$ 18,482,084	\$ 1,142,413	\$ 288,275	\$ (15,794,906)	\$ -	\$ (14,909,255)	
General revenues:								
Taxes:								
Property taxes, levied for general purposes					1,316,337		1,316,337	
Property taxes, levied for specific purposes					2,420,523		2,420,523	
Franchise taxes and other taxes					3,973,556		3,973,556	
Sales taxes					6,873,001		6,873,001	
Investment earnings					508,191		508,191	
Miscellaneous					405,908		405,908	
Special item - loss on disposal of assets					(25,383)		(25,383)	
Transfers					(84,173)		(84,173)	
Total general revenues, special items, and transfers					15,387,950		15,387,950	
Change in net assets					(406,968)		(406,968)	
Net assets - beginning, as restated					25,123,795		25,123,795	
Net assets - ending					24,716,839		24,716,839	

See accompanying notes.

CITY OF BELTON, MISSOURI
BALANCE SHEET
GOVERNMENTAL FUNDS
MARCH 31, 2010

	General Fund	Park	Tax Increment Financing Special Allocation General	Street Department	Sales Tax Improvement
ASSETS					
Pooled cash and investments	\$ 2,915,374	\$ 2,421	\$ -	\$ 23,491	\$ 368,797
Cash and investments-restricted	128,585	-	3,538,559	-	1,201,743
Taxes receivable, net	594,007	35,416	303,747	168,680	105,666
Due from other funds	16,000	-	-	-	447,513
Due from other governments	32,530	-	-	-	-
Accrued interest	21,950	-	-	-	-
Accounts receivable	345,051	-	-	-	-
Delinquent property taxes receivable	79,635	-	-	-	-
Other receivables	150,412	15,242	-	1,020	-
Total assets	\$ 4,283,544	\$ 53,079	\$ 3,842,306	\$ 193,191	\$ 2,123,719
LIABILITIES AND FUND BALANCES					
Accounts payable	\$ 624,856	\$ 80,893	\$ 184,284	\$ 33,359	\$ 99,050
Salaries and benefits payable	646,928	109,165	-	54,012	-
Due to other funds	-	11,500	-	-	-
Deferred revenue	425,056	35,416	-	-	-
Other liabilities	413,186	-	-	124,100	-
Total liabilities	2,110,026	236,974	184,284	211,471	99,050
Fund balances:					
Reserved for:					
Debt service	-	-	3,538,559	-	-
Other purposes	128,585	-	-	-	-
Unreserved:					
General fund	2,044,933	-	-	-	-
Special revenue funds	-	(183,895)	119,463	(18,280)	2,024,669
Capital projects funds	-	-	-	-	-
Debt service funds	-	-	-	-	-
Total fund balances	2,173,518	(183,895)	3,658,022	(18,280)	2,024,669
Total liabilities and fund balances	\$ 4,283,544	\$ 53,079	\$ 3,842,306	\$ 193,191	\$ 2,123,719

See accompanying notes.

<u>Park Sales Tax Improvement</u>	<u>Stormwater</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ 9,145,535	\$ 3,751,519	\$ 18,207,137
1,144,289	-	-	6,013,176
105,442	-	10,463	1,323,421
-	-	-	463,513
-	85,510	-	32,530
-	-	41,832	149,292
-	-	-	345,051
-	-	121,222	200,857
-	<u>145,515</u>	<u>58,697</u>	<u>370,866</u>
<u>\$ 1,249,731</u>	<u>\$ 9,376,560</u>	<u>\$ 3,983,733</u>	<u>\$ 25,105,863</u>
\$ -	\$ 260,286	\$ 111,271	\$ 1,393,999
226,513	-	-	810,105
-	-	225,500	463,513
-	-	121,222	581,694
-	-	-	<u>537,286</u>
<u>226,513</u>	<u>260,286</u>	<u>457,993</u>	<u>3,786,597</u>
1,144,289	-	-	4,682,848
-	-	-	128,585
(121,071)	-	-	2,044,933
-	9,116,274	16,476	1,837,362
-	-	1,924,381	11,040,655
-	-	<u>1,584,883</u>	<u>1,584,883</u>
<u>1,023,218</u>	<u>9,116,274</u>	<u>3,525,740</u>	<u>21,319,266</u>
<u>\$ 1,249,731</u>	<u>\$ 9,376,560</u>	<u>\$ 3,983,733</u>	<u>\$ 25,105,863</u>

See accompanying notes.

**CITY OF BELTON, MISSOURI
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET ASSETS
MARCH 31, 2010**

Fund balances - total governmental funds \$ 21,319,266

Amounts reported for governmental activities in the Statement of Net Assets are different because:

Capital assets used in governmental activities are not current financial resources and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Assets. 77,608,076

Certain other long-term assets are not available to pay current period expenditures and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Assets. This amount represents the net of discounts and premiums on long-term obligations. 407,862

Interest on long-term debt is not accrued in the governmental funds, but rather is recognized as an expenditure when due. (309,281)

Long-term liabilities are not due and payable in the current period and are not included in the fund financial statement, but are included in the government-wide statements:

Bonds and capital leases	(72,113,440)
Compensated absences	(579,133)
Development obligations	<u>(1,616,511)</u>

Net Assets of Governmental Activities in the Statement of Net Assets \$ 24,716,839

See accompanying notes.

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CITY OF BELTON, MISSOURI
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE --
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MARCH 31, 2010

	<u>General Fund</u>	<u>Park</u>	Tax Increment Financing Special Allocation <u>General</u>	<u>Street Department</u>	<u>Sales Tax Improvement</u>
REVENUES					
Taxes	\$ 7,607,659	\$ 552,716	\$ 1,381,102	\$ 999,921	\$ 1,003,042
Special assessments	4,247	-	-	-	-
Licenses and permits	202,002	-	-	145	-
Intergovernmental	332,090	10,000	-	908,464	-
Charges for services	1,655,284	2,547,287	-	-	-
Fees and fines	920,997	-	-	-	-
Investment earnings	65,058	-	29,596	615	41,736
Other	199,612	30,603	-	80,665	-
Interfund charges for support services	2,244,702	-	-	-	-
In lieu of taxes	-	-	614,678	-	-
Total revenues	<u>13,231,651</u>	<u>3,140,606</u>	<u>2,025,376</u>	<u>1,989,810</u>	<u>1,044,778</u>
EXPENDITURES					
Current expenditures:					
General government	3,178,559	-	-	-	-
Public safety	4,706,298	-	-	-	-
Public works	633,286	-	-	1,848,050	-
Fire and emergency services	3,979,649	-	-	-	-
Civil defense	64,096	-	-	-	-
Parks and recreation	-	3,217,151	-	-	-
Community and economic development	288,354	-	86,830	-	-
Municipal jail	478,160	-	-	-	-
Capital outlay	459,700	58,897	-	307,267	2,142,316
Debt service:					
Principal	32,487	-	555,000	16,183	598,130
Interest and other charges	16,271	-	1,099,647	3,977	858,680
Total expenditures	<u>13,836,860</u>	<u>3,276,048</u>	<u>1,741,477</u>	<u>2,175,477</u>	<u>3,599,126</u>
Excess (deficiency) of revenues over expenditures	<u>(605,209)</u>	<u>(135,442)</u>	<u>283,899</u>	<u>(185,667)</u>	<u>(2,554,348)</u>
OTHER FINANCING SOURCES (USES)					
Issuance of long-term debt	235,333	-	-	-	-
Premium of bond issuance	-	-	-	-	-
Transfers in	145,834	-	92,896	267,244	-
Transfers out	(447,251)	-	-	-	-
Total other financing sources and uses	<u>(66,084)</u>	<u>-</u>	<u>92,896</u>	<u>267,244</u>	<u>-</u>
Net change in fund balances	(671,293)	(135,442)	376,795	81,577	(2,554,348)
Fund balances - beginning	<u>2,844,811</u>	<u>(48,453)</u>	<u>3,281,227</u>	<u>(99,857)</u>	<u>4,579,017</u>
Fund balances - ending	<u>\$ 2,173,518</u>	<u>\$ (183,895)</u>	<u>\$ 3,658,022</u>	<u>\$ (18,280)</u>	<u>\$ 2,024,669</u>

See accompanying notes.

Park Sales Tax Improvement	Stormwater	Other Governmental Funds	Total Governmental Funds
\$ 999,921	\$ -	\$ 2,039,056	\$ 14,583,417
-	-	-	4,247
-	-	4,860	206,807
-	145,515	118,513	1,514,582
-	-	-	4,202,571
-	-	-	920,997
18,356	246,106	106,724	508,191
20,241	-	-	331,121
-	-	-	2,244,702
-	-	81,449	696,127
<u>1,038,518</u>	<u>391,621</u>	<u>2,350,402</u>	<u>25,212,762</u>
-	-	-	3,178,559
-	-	-	4,706,298
-	-	160	2,481,496
-	-	-	3,979,849
-	-	-	64,096
-	-	-	3,217,151
-	-	194,589	569,773
-	-	-	478,160
-	1,607,271	976,914	5,552,365
494,800	-	770,000	2,466,600
<u>651,779</u>	<u>62,805</u>	<u>936,225</u>	<u>3,929,384</u>
<u>1,146,579</u>	<u>1,670,076</u>	<u>2,877,888</u>	<u>30,323,531</u>
<u>(108,061)</u>	<u>(1,278,455)</u>	<u>(527,486)</u>	<u>(5,110,769)</u>
-	3,845,000	-	4,080,333
-	294,916	-	294,916
-	-	-	505,974
-	-	(142,896)	(590,147)
-	<u>4,139,916</u>	<u>(142,896)</u>	<u>4,291,076</u>
(108,061)	2,861,461	(670,382)	(819,693)
<u>1,131,279</u>	<u>6,254,813</u>	<u>4,196,122</u>	<u>22,138,959</u>
<u>\$ 1,023,218</u>	<u>\$ 9,116,274</u>	<u>\$ 3,525,740</u>	<u>\$ 21,319,266</u>

See accompanying notes.

CITY OF BELTON, 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 MARCH 31, 2010

Net change in fund balances - total governmental funds: \$ (819,693)

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

Governmental funds report outlays for capital assets as expenditures because such outlays use current financial resources. In contrast, the Statement of Activities reports only a portion of the outlay as expense. This is the amount by which capital outlays, which are over the capitalization threshold, exceeded depreciation in the current period:

Capital outlay	5,480,838
Loss on disposal of assets	(25,393)
Proceeds from sales of capital assets	(6,500)
Depreciation expense	<u>(3,096,303)</u>
	2,352,642

Governmental funds report bond proceeds as current financial resources. In contrast, the Statement of Activities treats such issuance of debt as a liability. Governmental funds report repayment of bond principal as an expenditure. In contrast, the Statement of Net Assets reports repayment as a reduction to long-term liabilities. This is the amount by which proceeds exceed repayments:

Other financing sources-issuance of debt	(4,080,333)
Repayment of principal	<u>2,466,600</u>
	(1,613,733)

Governmental funds report premiums and discounts as other financing sources. In contrast, those items are capitalized on the Statement of Net Assets and amortized over the life of the bonds on the Statement of Activities.

This is the net amount of premiums, discounts, and amortization:

Premiums/discounts	(294,916)
Amortization of premiums/discounts	<u>(25,191)</u>
	(320,107)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and these are not reported as expenditures in governmental funds:

Development obligations	183,593
Accrued interest not reflected on governmental funds	(6,266)
Compensated absences	<u>(183,392)</u>
	(6,065)

Change in net assets of governmental activities \$ (406,956)

See accompanying notes.

**CITY OF BELTON, MISSOURI
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
MARCH 31, 2010**

ASSETS:	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Golf Course Fund</u>	<u>Total</u>
Current assets:				
Pooled cash and investments	\$ 1,129,934	\$ 1,345,977	\$ 19,167	\$ 2,495,078
Cash and investments-restricted	459,145	-	261,753	720,898
Receivables:				
Billed	348,928	304,251	-	653,179
Unbilled	167,564	141,161	-	308,725
Accrued interest	10,770	12,482	-	23,252
Other	-	5,140	-	5,140
Deferred charges, net of amortization	35,253	-	90,011	125,264
Inventories	7,139	18,632	52,117	77,888
Total current assets	<u>2,158,733</u>	<u>1,827,643</u>	<u>423,048</u>	<u>4,409,424</u>
Non-current assets:				
Capital assets:				
Construction in progress	746,661	-	-	746,661
Land and improvements	25,452	19,665	330,000	375,117
Improvements other than buildings	9,296,489	12,425,034	2,875,041	24,596,564
Sewer plant	10,015,126	-	-	10,015,126
Buildings	-	77,205	885,612	962,817
Equipment and furniture	998,622	1,573,950	769,139	3,341,711
Total capital assets at cost	21,082,350	14,095,854	4,859,792	40,037,996
Less accumulated depreciation	<u>(10,813,642)</u>	<u>(6,435,040)</u>	<u>(2,222,896)</u>	<u>(19,471,578)</u>
Capital assets, net	<u>10,268,708</u>	<u>7,660,814</u>	<u>2,636,896</u>	<u>20,566,418</u>
	<u>12,427,441</u>	<u>9,488,457</u>	<u>3,059,944</u>	<u>24,975,842</u>
LIABILITIES:				
Current liabilities:				
Accounts payable	94,565	158,933	37,496	290,994
Salaries and benefits payable	61,269	47,295	27,021	135,585
Accrued interest payable	8,831	19,454	33,415	61,700
Customer deposits	-	425,318	-	425,318
Other payables	9,403	11,274	25,159	45,836
Capital lease obligation	-	99,389	65,998	165,387
Bonds, notes, and loans payable	555,000	-	112,500	667,500
Total current liabilities	<u>729,068</u>	<u>761,663</u>	<u>301,589</u>	<u>1,792,320</u>
Non-current liabilities:				
Capital lease obligation	-	690,876	68,820	759,696
Bonds, notes, and loans payable	1,230,000	-	2,810,850	4,040,850
Total non-current liabilities	<u>1,230,000</u>	<u>690,876</u>	<u>2,879,670</u>	<u>4,800,546</u>
	<u>1,959,068</u>	<u>1,452,539</u>	<u>3,181,259</u>	<u>6,592,866</u>
NET ASSETS:				
Invested in capital assets, net of related debt	8,483,708	6,870,549	(421,272)	14,932,985
Restricted for debt service	459,145	-	261,753	720,898
Unrestricted	1,525,520	1,165,369	38,204	2,729,093
	<u>\$ 10,468,373</u>	<u>\$ 8,035,918</u>	<u>\$ (121,315)</u>	<u>\$ 18,382,976</u>

See accompanying notes.

CITY OF BELTON, MISSOURI
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS --
PROPRIETARY FUNDS
FOR THE YEAR ENDED MARCH 31, 2010

	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Golf Course Fund</u>	<u>Total</u>
REVENUES,				
Charges for services	\$ 4,976,473	\$ 4,595,834	\$ 847,855	\$ 10,420,162
	<u>4,976,473</u>	<u>4,595,834</u>	<u>847,855</u>	<u>10,420,162</u>
OPERATING EXPENSES:				
Personnel services	730,137	656,873	494,559	1,881,569
Contractual services	195,927	94,783	42,321	333,031
Materials and supplies	47,643	139,915	220,148	407,706
Maintenance and repairs	138,588	117,092	44,993	300,673
Fuel and lubricants	20,649	18,691	19,335	58,675
Utilities	123,611	60,548	27,803	211,962
Water supply	527,632	1,406,993	-	1,934,625
Water supply for City facilities	-	109,242	-	109,242
Interfund charges for support services	872,504	1,136,072	-	2,008,576
Depreciation and amortization	547,060	381,996	266,840	1,195,896
Bad debts expense	13,841	14,853	-	28,694
Miscellaneous	18,409	12,737	46,330	77,476
	<u>3,236,001</u>	<u>4,149,795</u>	<u>1,162,329</u>	<u>8,548,125</u>
Operating income (loss)	<u>1,740,472</u>	<u>446,039</u>	<u>(314,474)</u>	<u>1,872,037</u>
NON-OPERATING REVENUES (EXPENSES):				
Franchise tax	(360,406)	(318,846)	-	(679,252)
Interest income	226,436	35,507	2,779	264,722
Miscellaneous income	-	-	303,766	303,766
Interest expense	(118,159)	(35,026)	(153,949)	(307,134)
	<u>(252,129)</u>	<u>(318,365)</u>	<u>152,596</u>	<u>(417,898)</u>
Net income (loss) before transfers	<u>1,488,343</u>	<u>127,674</u>	<u>(161,878)</u>	<u>1,454,139</u>
Transfers in	-	-	180,007	180,007
Transfers out	(41,667)	(54,167)	-	(95,834)
	<u>(41,667)</u>	<u>(54,167)</u>	<u>180,007</u>	<u>84,173</u>
Increase (decrease) in net assets	<u>1,446,676</u>	<u>73,507</u>	<u>18,129</u>	<u>1,538,312</u>
Total net assets - beginning, as restated	<u>9,021,697</u>	<u>7,962,411</u>	<u>(139,444)</u>	<u>16,844,664</u>
Total net assets - ending	<u>\$ 10,468,373</u>	<u>\$ 8,035,918</u>	<u>\$ (121,315)</u>	<u>\$ 18,382,976</u>

See accompanying notes.

CITY OF BELTON, MISSOURI
STATEMENT OF CASH FLOWS -- PROPRIETARY FUNDS
FOR THE YEAR ENDED MARCH 31, 2010

	Sewer Fund	Water Fund	Golf Course Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES:				
Received from customers	\$ 4,874,181	\$ 4,484,049	\$ 847,855	\$ 10,206,085
Payments to employees and fringe benefits	(699,930)	(638,372)	(483,272)	(1,821,574)
Payments for operations	(2,317,257)	(3,404,966)	(530,092)	(6,252,315)
Other receipts (used)	-	-	303,766	303,766
	1,856,994	440,711	138,257	2,435,962
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Transfers to (from) other funds	(41,667)	(54,167)	180,007	84,173
Cash disbursements from interfund receivables	-	143,796	-	143,796
	(41,667)	89,629	180,007	227,969
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition and construction of capital assets	(1,019,452)	(422,250)	-	(1,441,702)
Principal paid on capital debt and leases	(525,000)	(95,364)	(168,493)	(788,857)
Interest paid on capital debt and leases	(141,073)	(37,373)	(155,048)	(333,494)
	(1,685,525)	(554,987)	(323,541)	(2,564,053)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Investment income	219,102	27,945	2,779	249,826
	348,904	3,298	(2,498)	349,704
Cash and cash equivalents, beginning of year	1,240,175	1,342,679	283,418	2,866,272
Cash and cash equivalents, end of year	\$ 1,589,079	\$ 1,345,977	\$ 280,920	\$ 3,215,976
Reconciliation of operating income (loss) to net cash provided by operating activities:				
Operating income (loss)	\$ 1,740,472	\$ 446,039	\$ (314,474)	\$ 1,872,037
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization expense	547,060	381,996	266,840	1,195,896
Cash payments for franchise tax	(360,406)	(318,846)	-	(679,252)
Refund of sales tax	-	-	303,766	303,766
Changes in assets and liabilities:				
Receivables, net	(102,292)	(111,785)	-	(214,077)
Inventories	(7,139)	(18,632)	(3,278)	(29,049)
Accounts payable and accrued liabilities	39,299	42,117	29,199	110,615
Due to other funds	-	-	(143,796)	(143,796)
Customer deposits	-	19,822	-	19,822
Total adjustments	116,522	(5,328)	452,731	563,925
Net cash provided by operating activities	\$ 1,856,994	\$ 440,711	\$ 138,257	\$ 2,435,962

See accompanying notes.

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NOTES TO FINANCIAL STATEMENTS

The Notes to the Financial Statements include a summary of the accounting policies followed and information used by the City that are judged to be most appropriate for full disclosure in the preparation of the financial statements.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The financial statements of the City of Belton, Missouri (the City), have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below:

- A. Reporting Entity: The City of Belton, Missouri, was incorporated in 1872 and covers an area of approximately 16 square miles located primarily in Cass County, Missouri. Belton is a charter city and operates under the Mayor/Council/Manager form of government. The City Manager is the chief administrative officer of the City. The accompanying financial statements present the City's primary government and any component units over which the City exercises significant influence. Significant influence or accountability is based primarily on operational or financial relationships with the City (as distinct from legal relationships). Management has considered all potential component units and has determined there are no entities outside of the primary government that should be blended into or discretely presented with the City's financial statements.

The accounting and reporting policies of the City conform to generally accepted accounting principles applicable to local governments. With regard to FASB pronouncements issued after November 30, 1989, for its proprietary fund activities, the City has elected not to adopt any of those pronouncements. The City has also refrained from implementing FASB pronouncements issued after November 30, 1989.

- B. Government-Wide and Fund Financial Statements: The government-wide financial statements include the statement of net assets and the statement of activities. Government-wide statements report information on all of the activities of the City and its component units. For *Governmental activities*, which are normally supported by taxes and governmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the government's water and sewer function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

B. Government-Wide and Fund Financial Statements (Continued):

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 or segment. Taxes and other items not properly included among program revenues are reported as general revenues.

Separate fund financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Non-major funds include other Special Revenue, Capital Projects, and Debt Service funds. The combined amounts for these funds are reflected in a single column in the fund Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances. Detailed statements for non-major funds are presented with Combining and Individual Fund Statements and Schedules.

C. Measurement Focus, Basis of Accounting, and Basis of Presentation: The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recognized when earned and expenses are recognized when a liability is incurred, regardless of the timing of the 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 imposed by the provider 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. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recognized when a liability is incurred, as under accrual accounting. However, debt service expenditures as well as expenditures related to compensated absences, claims, and judgments are reported only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt are reported as other financing sources.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

C. Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued):

Property taxes, franchise taxes, licenses, and interest 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. Charges for sales and services (other than utility) and miscellaneous revenues are generally recorded as revenue when received in cash because they are generally not measurable until actually received.

The government reports the following major governmental funds:

The General Fund is the primary operating fund. Expenditures from this fund provide basic City services, such as police and fire protection, planning, inspection, engineering, animal control, civil defense, municipal court, and overall basic services such as finance and data processing, personnel, and general administration of the City.

Revenue sources include taxes, which include property taxes, sales taxes, franchise taxes, and cigarette taxes. Other revenues include fees for ambulance service, other fees and licenses, and revenue gathered from the municipal court and investment earnings.

The Park Fund accounts for taxes collected and expended for operations and improvements to the City's parks and swimming pool.

The Tax Increment Financing Special Allocation General Fund accounts for the collection of sales tax and payments in lieu of tax monies for the tax increment financing district and the payments of debt related to the district.

The Street Department Fund accounts for the operation and maintenance of streets, curbs, etc.

The Sales Tax Improvement Fund accounts for collection of sales tax monies collected for specified construction projects, debt proceeds, and other capital asset expenditures.

The Park Sales Tax Improvement Fund accounts for collection of sales tax monies collected for specified park projects.

The Storm Water Fund accounts for expenditures of bond proceeds used for storm water.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

C. Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued):

Proprietary fund level financial statements are used to account for activities, which are similar to those found in the private-sector. The measurement focus is upon determination of net income, financial position, and cash flows. The City's proprietary funds are as follows:

Water Fund accounts for the provision of water services to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing, billing, collection, and related debt service.

Sewer Fund accounts for the provision of sewer services to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing, billing, collection, and related debt service.

Golf Course Fund accounts for the activities at the Belton Municipal Golf Course.

On the proprietary fund financial statements, operating revenues are those that flow directly from the operations of the activity, i.e., charges to customers or users who purchase or use the goods or services of that activity. Operating expenses are those that are incurred to provide those goods or services. Non-operating revenues and expenses are items such as investment income and interest expense that are not a result of the direct operations of the activity.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

D. Budgets: The reported budgetary data represents the final approved budget after amendments as adopted by the City Council. Annual operating budgets are adopted for the General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds, and Proprietary Funds. Missouri law requires budgets to be adopted for all governmental funds. The City prepares its budgets on the modified accrual basis of accounting for its governmental funds and the accrual basis for its proprietary funds. The City Council has amended the budget at various times during the year and has performed the following procedures in establishing the City's budget:

- (1) Prior to March 1, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following April 1. The operating budget includes proposed expenditures and the means of financing them.
- (2) Public hearings are conducted to obtain taxpayer comments.
- (3) Prior to April 1, the budget is legally enacted through the passage of an ordinance.
- (4) The City Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council. This constitutes the City's legal level of budgetary control.
- (5) Appropriations lapse at year-end, but may be reappropriated in the following fiscal year.

E. Pooled Cash, Investments, and Restricted Assets: State statutes authorize the City to invest in banking institutions and obligations of municipalities, repurchase agreements, U.S. government agency obligations, and obligations of the U.S. Treasury. Cash resources of the individual governmental fund types are combined to form a pool of cash and investments. At March 31, 2010, the City's cash was deposited in demand accounts, certificates of deposit, Federal Home Loan Bank Notes, Federal National Mortgage Notes, Federal Home Loan Mortgage Corporation Notes, and U.S. Treasury Obligations. Investments with maturities of less than one year are stated at cost, which approximates fair value. All investments are stated at cost, which approximates fair value. Interest income on pooled cash and investments is allocated based upon each fund's respective average cash balance.

Certain proceeds of federal grants are classified as restricted assets on the balance sheet because their use is limited by applicable grant agreements. Assets are also restricted for court bonds, debt service reserve requirements, refunding customer meter deposits, sewer capital expenditures, and future debt refunding.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

- F. Statement of Cash Flows: A statement of cash flows has been presented in accordance with Governmental Accounting Standards Board Statement 9 for the Proprietary Fund. For purposes of the statement of cash flows, demand deposits, and all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased are considered to be cash equivalents.
- G. Accounts Receivable: Accounts receivable for water and sewer services are accounted for in the Water and Sewer Funds and include billed amounts as well as an accrual for the earned but unbilled services from the previous billing date through March 31, 2010. Accounts receivable in the General Fund represents charges for the mowing of weeds, ambulance service, fire protection, and court fines and fees. All accounts receivable are stated net of allowances.
- H. Interfund Receivables and Payables: Transactions between funds that are representative of cash overdrafts from pooled cash and investing are reported as interfund receivables or payables.
- I. Interfund Transactions: During the course of normal operations, the City has transactions between funds, including expenditures and transfers of resources to provide services and construct assets. Legally authorized transfers are treated as transfers and are included in the results of operations of both Governmental and Proprietary Funds.
- J. Inventory: Inventory, which consists principally of maintenance supplies, gasoline, and oil, is valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund type inventories are recorded as expenditures when purchased.
- K. Deferred Charges: Costs incurred in issuing and refunding bonds have been capitalized and recorded as deferred charges. These costs are amortized, using the straight-line method, over the period that the related bonds are outstanding.
- L. Capital Assets: Capital assets, which include land, buildings and improvements, equipment, and infrastructure assets (e.g., roads and bridges), are reported in the applicable government or business-type activities columns in the government-wide statements. Capital assets are defined as assets with a cost of \$5,000 or more. Capital assets are recorded at historical cost if purchased or constructed, or at estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

L. Capital Assets (Continued):

All reported capital assets are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation on all assets is computed using the straight-line method over the following estimated lives:

Major Assets

Buildings	7 - 50 years
Improvements	10 - 50 years
Infrastructure	50 years
Furniture and equipment	5 - 30 years

GASB Statement 34 requires the reporting and depreciation of the new infrastructure expenditures effective with the beginning of the implementation year.

- M. Compensated Absences: Accumulated vacation and sick leave, that is expected to be liquidated with expendable available financial resources, is reported as an expenditure and a fund liability of the governmental fund that will pay it. Accumulated vacation and sick leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations or retirements.
- N. Long-Term Obligations: Long-term debt is recognized as a liability of a governmental fund when due. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.
- O. Encumbrances: Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of the formal budgetary control. Encumbrances outstanding at year-end, if any, are reported as reservations of fund balance for subsequent year expenditures. When expenditures are incurred in subsequent years relating to amounts previously encumbered, such amounts are, if material, reappropriated in the year expended.
- P. Use of Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

2. DEPOSITS AND INVESTMENTS:

At March 31, 2010, the carrying amount of the City's demand deposits and certificates of deposit in financial institutions was \$1,387,545 and \$2,707,239, respectively. The bank balances of demand deposits were fully insured with a combination of FDIC insurance and pledged collateral held in the name of the City. All deposits were held by a qualified depository.

At March 31, 2010, the City's investments consist of the following:

	<u>Carrying Amount</u>	<u>Fair Value</u>	<u>Investment Rating</u>
Fidelity Treasury Money Market	\$ 6	\$ 6	NA
MOSIP Money Market	543,926	543,926	NA
Federal Home Loan Mortgage Corporation	3,502,799	3,502,799	AAA
Federal Home Loan Banks	5,847,517	5,847,517	AAA
Federal National Mortgage Association	3,798,266	3,798,266	AAA
AIGFMC Investment Agreement	14,506	14,506	AA
United States Treasury Notes	1,176,871	1,176,871	NA
Financial Square Trust Treasury	67,739	67,739	NA
Commerce Bank Money Market	1,252,512	1,252,512	NA
Stewart Title Company	1	1	NA
Chicago Title Insurance Company	1	1	NA
MBIA	1	1	NA
Federated Treasury Obligation Fund	4,930,142	4,930,142	AAA
	<u>\$ 21,134,287</u>	<u>\$ 21,134,287</u>	

At March 31, 2010, the City had unamortized discounts and premiums amounting to \$207,218 that is included in pooled cash and investments.

Interest Rate Risk

Interest rate risk is the risk that changes interest rates that will adversely affect the fair value of an investment. The City does not have a formal policy for interest rate risk. However, the City does manage its exposure to fair value loss arising from interest rate changes on internally invested funds by reviewing the portfolio on an ongoing basis for changes in effective yield amounts. The City has elected to use the segmented time distribution method of disclosure for its interest rate risk.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

2. DEPOSITS AND INVESTMENTS (Continued):

Custodial Credit Risk

The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk of investments is the risk that, in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The City's policy is to collateralize demand deposits with securities held by the financial institution's agent and in the City's name.

At March 31, 2010, the City had the following investments and maturities:

	Investment maturities (in years)			
	Value	Less than one	1-5	> 5
Investment type:				
Fidelity Treasury Money Market	\$ 6	\$ 6	\$ -	\$ -
MOSIP Money Market Fund	543,926	543,926	-	-
Federal Home Loan Mortgage Corp	3,502,799	-	3,302,232	200,567
Federal Home Loan Banks	5,847,517	-	4,366,891	1480626
Federal National Mortgage Association	3,798,266	-	3,798,266	-
AIGFMC Investment Agreement	14,506	-	-	14,506
United States Treasury Notes	1,176,871	1,176,871	-	-
Financial Square Trust Treasury	67,739	67,739	-	-
Commerce Bank Money Market	1,252,512	1,252,512	-	-
Stewart Title Company	1	1	-	-
Chicago Title Insurance Co	1	1	-	-
MBIA	1	1	-	-
Federated Treasury Obligation Fund	4,930,142	4,930,142	-	-
	<u>\$ 21,134,287</u>	<u>\$ 7,971,199</u>	<u>\$ 11,467,389</u>	<u>\$ 1,695,699</u>

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Credit risk is measured using credit quality ratings of investments in debt securities as described by nationally recognized rating agencies such as Standard & Poor's and Moody's. Concentration of credit risk is the risk of loss attributed to the magnitude of investment in a single issuer.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

2. DEPOSITS AND INVESTMENTS (Continued):

Missouri State Statutes authorize the City, with certain restrictions, to deposit funds in open accounts, time deposits, and certificates of deposit. Statutes also require that collateral pledged have a fair market value equal to 100% of the funds on deposit, less insured amounts.

Collateral securities must be held by the City or a disinterested third party and must be of the kind prescribed by statutes and approved by the State. The City may purchase any investments allowed by the State Treasurer. These include (a) obligations of the United States government or any agency or instrumentality thereof maturing and becoming payable not more than three years from the date of purchase, or (b) repurchase agreements maturing and becoming payable within 90 days secured by U.S. Treasury obligations or obligations of U.S. government agencies or instrumentalities of any maturity, as provided by law.

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

At March 31, 2010, the carrying value of deposits and investments are summarized as follows:

Investments:	
Treasury money market	\$ 67,745
Commerce bank money market	1,252,512
U.S. government securities	6,107,013
U.S. agency securities	13,148,582
Other	<u>558,435</u>
Total investments	<u>21,134,287</u>
Certificates of deposit	2,707,239
Investment premium/discount	207,218
Deposits	<u>1,387,545</u>
	<u>4,302,002</u>
Total	<u>\$ 25,436,289</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

2. DEPOSITS AND INVESTMENTS (Continued):

Deposits and investments of the City are reflected in the government-wide financial statements as follows:

Pooled cash and investments	\$ 18,702,215
Restricted cash	<u>6,734,074</u>
Total	<u>\$ 25,436,289</u>

3. ACCOUNTS RECEIVABLE:

As a result of providing water and sanitation services to its citizens, the City has extended credit to them. Accounts receivable are presented net of allowance for doubtful accounts of \$189,637 in the Water Fund and \$119,472 in the Sewer Fund.

CITY OF BELTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

4. CAPITAL ASSETS:

A. Capital asset activity for the year ended March 31, 2010, consisted of the following:

	Balance <u>4/1/2009</u>	<u>Increases</u>	<u>Decreases</u>	Balance <u>3/31/2010</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 1,547,890	\$ -	\$ -	\$ 1,547,890
Construction in progress	<u>9,097,117</u>	<u>2,001,082</u>	<u>4,671,797</u>	<u>6,426,402</u>
Total capital assets not being depreciated	<u>10,645,007</u>	<u>2,001,082</u>	<u>4,671,797</u>	<u>7,974,292</u>
Capital assets being depreciated:				
Buildings	27,642,464	7,207,347	-	34,849,811
Improvements	6,675,537	204,945	80,174	6,800,308
Furniture and equipment	10,024,927	478,902	102,581	10,401,248
Infrastructure	<u>48,040,332</u>	<u>259,747</u>	<u>-</u>	<u>48,300,079</u>
Total capital assets being depreciated	<u>92,383,260</u>	<u>8,150,941</u>	<u>182,755</u>	<u>100,351,446</u>
Less accumulated depreciation:				
Buildings	4,031,688	818,758	-	4,850,446
Improvements	1,556,380	200,934	51,896	1,705,418
Furniture and equipment	6,933,558	649,668	99,578	7,483,648
Infrastructure	<u>15,251,207</u>	<u>1,426,943</u>	<u>-</u>	<u>16,678,150</u>
Total accumulated depreciation	<u>27,772,833</u>	<u>3,096,303</u>	<u>151,474</u>	<u>30,717,662</u>
Total capital assets being depreciated, net	<u>64,610,427</u>	<u>5,054,638</u>	<u>31,281</u>	<u>69,633,784</u>
Governmental activities capital assets, net	<u>\$75,255,434</u>	<u>\$ 7,055,720</u>	<u>\$ 4,703,078</u>	<u>\$77,608,076</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

4. CAPITAL ASSETS (Continued):

A. Capital asset activity for the year ended March 31, 2010, consisted of the following (Continued):

	Balance 4/1/2009	Increases	Decreases	Balance 3/31/2010
Business-type activities:				
Capital assets not being depreciated:				
Land and improvements	\$ 375,117	\$ -	\$ -	\$ 375,117
Construction in progress	401,754	601,279	256,372	746,661
Total capital assets not being depreciated	<u>776,871</u>	<u>601,279</u>	<u>256,372</u>	<u>1,121,778</u>
Capital assets being depreciated:				
Buildings	2,484,056	-	1,521,239	962,817
Improvements	23,524,294	1,072,270	-	24,596,564
Sewer plant	10,015,126	-	-	10,015,126
Equipment	3,317,186	24,525	-	3,341,711
Total capital assets being depreciated	<u>39,340,662</u>	<u>1,096,795</u>	<u>1,521,239</u>	<u>38,916,218</u>
Less accumulated depreciation:				
Buildings	1,691,749	32,094	1,521,239	202,604
Improvements	10,764,224	585,930	-	11,350,154
Sewer plant	4,667,716	333,838	-	5,001,554
Equipment	2,691,852	225,414	-	2,917,266
Total accumulated depreciation	<u>19,815,541</u>	<u>1,177,276</u>	<u>1,521,239</u>	<u>19,471,578</u>
Total capital assets being depreciated, net	<u>19,525,121</u>	<u>(80,481)</u>	<u>-</u>	<u>19,444,640</u>
Business-type activities capital assets, net	<u>\$20,301,992</u>	<u>\$ 520,798</u>	<u>\$ 256,372</u>	<u>\$20,566,418</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

4. CAPITAL ASSETS (Continued):

B. Depreciation expense was charged to the functions/programs of the primary government as follows:

Government activities:

General government	\$	254,334
Civil defense		12,347
Emergency services		7,247
Fire		385,995
Municipal jail		4,223
Public safety		223,467
Public works		1,547,015
Parks		<u>661,675</u>

Total depreciation expense, governmental \$ 3,096,303

Business-type activities:

Sewer	\$	532,959
Water		381,996
Golf Course		<u>262,321</u>

Total depreciation expense, business-type \$ 1,177,276

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

5. PENSION PLAN:

- A. Plan Description: The City of Belton 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 state 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 Internal Revenue Code Section 401(a) and is tax exempt.

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

- B. Funding Policy: The City of Belton's full-time employees do not contribute to the pension plan. The political subdivision is required by state statute to contribute to an actuarially determined rate; the current rate is 8.7% (general), 8.5% (police), and 8.7% (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.

For 2009, the political subdivision's annual pension cost of \$892,418 was equal to the required and actual contributions. The required contribution was determined as part of the February 28, 2007, and/or February 29, 2008, annual actuarial valuation using the entry age actuarial cost method. The actuarial assumptions include (a) a rate of return on the investment of present and future assets of 7.5% per year, compounded annually, before retirement and 4% per year, compounded annually, after retirement; (b) projected salary increases of 4% per year, compounded annually, attributable to inflation; (c) additional projected salary increases ranging from 0% to 6% per year, depending on age, attributable to seniority/merit; and (d) pre- and post-retirement mortality based on the 2000 Group Annuity Mortality table set back one year for men and seven 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, 2009, was 15 years.

CITY OF BELTON, MISSOURI
 NOTES TO FINANCIAL STATEMENTS

5. PENSION PLAN (Continued):

B. Funding Policy (Continued):

Trend Information			
Fiscal Year Ending	Annual Pension Cost	Percentage of APC Contributed	Net Pension Obligation
6/30/07	\$ 743,346	100%	\$ -
6/30/08	\$ 829,014	100%	\$ -
6/30/09	\$ 892,418	100%	\$ -

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT:

Changes in long-term debt of the City for the year ended March 31, 2010, consisted of the following:

Governmental Activities					
	Balance April 1, 2009	Additions	Retirements	Balance March 31, 2010	Amounts Due Within One Year
Notes payable	\$ 2,723,363	\$ -	\$ 150,617	\$ 2,572,746	\$ 176,982
Sales tax revenue bonds	18,740,000	-	555,000	18,185,000	610,000
General obligation bonds	19,160,000	3,845,000	770,000	22,235,000	820,000
Certificates of participation	29,796,450	-	974,800	28,821,650	1,007,500
Capital leases	<u>79,894</u>	<u>235,333</u>	<u>16,183</u>	<u>299,044</u>	<u>59,935</u>
 Total loans and notes payable	 70,499,707	 4,080,333	 2,466,600	 72,113,440	 2,674,417
 Other liabilities, Compensated absences	 <u>330,455</u>	 <u>219,008</u>	 <u>-</u>	 <u>549,463</u>	 <u>35,616</u>
	<u>\$ 70,830,162</u>	<u>\$ 4,299,341</u>	<u>\$ 2,466,600</u>	<u>\$ 72,662,903</u>	<u>\$ 2,710,033</u>

Business-Type Activities					
	Balance April 1, 2009	Additions	Retirements	Balance March 31, 2010	Amounts Due Within One Year
Revenue bonds	\$ 2,310,000	\$ -	\$ 525,000	\$ 1,785,000	\$ 555,000
Certificates of participation	3,028,550	-	105,200	2,923,350	112,500
Capital leases	<u>1,083,740</u>	<u>-</u>	<u>158,657</u>	<u>925,083</u>	<u>165,387</u>
	<u>\$ 6,422,290</u>	<u>\$ -</u>	<u>\$ 788,857</u>	<u>\$ 5,633,433</u>	<u>\$ 832,887</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT (Continued):

The compensated absences liability attributable to governmental activities will be liquidated primarily by the General Fund. The liability for compensated absences has been calculated using the vesting method, which leaves amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT (Continued):

Total City debt at March 31, 2010, consisted of the following:

\$6,000,000, Series 2001 general obligation refunding bonds, issued for street improvements, due in annual installments of \$325,000 to \$680,000, through March 1, 2015; interest at 3% to 4.3%	\$ 3,020,000
\$9,220,000, Series 2006 general obligation bonds, issued for fire safety, due in annual installments of \$75,000 to \$1,305,000, through March 1, 2026; interest at 4% to 4.6%	8,845,000
\$6,775,000, Series 2007 general obligation bonds, issued for storm water improvements, due in annual installments of \$100,000 to \$925,000, through March 1, 2023; interest at 3.5% to 4.125%	6,525,000
\$3,845,000, Series 2010 general obligation bonds, issued for storm water improvements, due in annual installments of \$590,000 to \$2,045,000, through March 1, 2027; interest at 5%	<u>3,845,000</u>
Total general obligation bonds	<u>22,235,000</u>

Governmental fund revenue bonds:

\$13,865,000, Series 2004 tax increment financing bonds, due in annual installments of \$120,000 to \$1,945,000, through December 31, 2024; interest at 4.5% to 6.25%	11,690,000
\$6,670,000, Series 2006 tax increment financing bonds, due in annual installments of \$175,000 to \$1,250,000, through March 1, 2025; interest at 5% to 5.625%	<u>6,495,000</u>
Total governmental revenue bonds	<u>18,185,000</u>

Governmental fund certificates of participation:

\$17,090,000, Series 2008 tax-exempt certificates of participation, issued for the aquatic center, police building, city hall annex, and the Highway Y/71 interchange, due in annual installments of \$450,000 to \$2,465,000, through March 1, 2029; interest at 3% to 5.25%	16,140,000
\$5,656,000, Series 2007 tax-exempt certificates of participation, issued for the community center, due in annual installments of \$142,450 to \$812,700, through March 1, 2027; interest at 4% to 5%	5,151,650
\$8,080,000, Series 2007 tax-exempt certificates of participation, issued for the aquatic center, due in annual installments of \$220,000 to \$1,160,000, through March 1, 2028; interest at 4% to 5%	<u>7,530,000</u>
Total governmental certificates of participation	<u>28,821,650</u>

CITY OF BELTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT (Continued):

Governmental fund notes payable:

\$90,900, DNR note payable, issued for heating, air conditioning, and lighting, due in semi-annual installments of \$3,834, through February 21, 2021; interest at 3.75%	\$ 67,117
\$52,015, DNR note payable, issued for heating, air conditioning, and lighting, due in semi-annual installments of \$2,219, through August 1, 2024; interest at 4%	46,396
\$2,602,362, MTFC note payable, used for the Highway Y/71 interchange, due in annual installments of \$268,912 to \$395,682, through December 2018; interest at 4.86%	<u>2,459,233</u>
	<u>2,572,746</u>

Proprietary fund revenue bonds:

\$6,825,000, Series 1991A Sewerage System Revenue Bonds (State Revolving Fund Program), due in annual installments of \$285,000 to \$590,000, through December 1, 2012; interest at 6.4% to 6.875%	1,655,000
\$430,000, Series 1992A Sewerage System Revenue Refunding Bonds (State Revolving Fund Program), due in annual installments of \$25,000 to \$45,000, through January 1, 2013; interest at 6.1% to 6.55%	<u>130,000</u>
Total proprietary revenue bonds	<u>1,785,000</u>

Proprietary fund certificates of participation:

\$1,839,000, Series 2007 tax-exempt certificates of participation, issued for the golf course, due in annual installments of \$47,550 to \$267,300, through March 1, 2027; interest at 4% to 5%	1,673,350
\$1,430,000, Series 2006 certificates of participation, issued for the golf clubhouse, due in annual installments of \$45,000 to \$220,000, through March 1, 2026; interest at 4.5% to 5.375%	<u>1,250,000</u>
Total proprietary fund certificates of participation	<u>2,923,350</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT (Continued):

At March 31, 2010, the constitutionally imposed total general obligation debt limit was \$45,307,666 which, after reduction for outstanding general obligation bonds of \$22,235,000 and considering the \$1,584,883 available in the Debt Service Funds, provides a general obligation debt margin of \$24,657,549.

Aggregate annual principal and interest payments applicable to long-term debt are:

Years ending March 31,	Principal	Interest	General Obligation Bonds
2011	\$ 820,000	\$ 1,011,119	\$ 1,831,119
2012	930,000	977,643	1,907,643
2013	1,000,000	939,513	1,939,513
2014	1,100,000	898,513	1,998,513
2015	1,230,000	851,483	2,081,483
2016-2020	4,930,000	3,630,989	8,560,989
2021-2025	8,285,000	2,185,831	10,470,831
2026-2027	<u>3,940,000</u>	<u>294,030</u>	<u>4,234,030</u>
	<u>\$ 22,235,000</u>	<u>\$ 10,789,121</u>	<u>\$ 33,024,121</u>

Years ending March 31,	Principal	Interest	Certificates of Participation
2011	\$ 1,120,000	\$ 1,491,552	\$ 2,611,552
2012	1,160,000	1,447,663	2,607,663
2013	1,215,000	1,400,889	2,615,889
2014	1,265,000	1,345,883	2,610,883
2015	1,315,000	1,295,298	2,610,298
2016-2020	7,370,000	5,568,182	12,938,182
2021-2025	9,205,000	3,682,856	12,887,856
2026-2029	<u>9,095,000</u>	<u>1,121,696</u>	<u>10,216,696</u>
	<u>\$ 31,745,000</u>	<u>\$ 17,354,019</u>	<u>\$ 49,099,019</u>

CITY OF BELTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT (Continued):

Years ending March 31,	Principal	Interest	Proprietary Revenue Bonds
2011	\$ 555,000	\$ 97,684	\$ 652,684
2012	595,000	39,654	634,654
2013	<u>635,000</u>	<u>4,324</u>	<u>639,324</u>
	<u>\$ 1,785,000</u>	<u>\$ 141,662</u>	<u>\$ 1,926,662</u>

Years ending March 31,	Principal	Interest	Sales Tax Revenue Bonds
2011	\$ 610,000	\$ 1,060,938	\$ 1,670,938
2012	680,000	1,029,950	1,709,950
2013	745,000	994,300	1,739,300
2014	825,000	954,650	1,779,650
2015	900,000	910,025	1,810,025
2016-2020	5,625,000	3,687,013	9,312,013
2021-2025	<u>8,800,000</u>	<u>1,631,340</u>	<u>10,431,340</u>
	<u>\$ 18,185,000</u>	<u>\$ 10,268,216</u>	<u>\$ 28,453,216</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT (Continued):

Years ending March 31,	Principal	Interest	Note Payable
2011	\$ 176,982	\$ 123,815	\$ 300,797
2012	203,308	115,292	318,600
2013	229,647	105,594	335,241
2014	255,997	94,522	350,519
2015	282,301	82,118	364,419
2016-2020	1,404,025	180,568	1,584,593
2021-2025	20,486	1,730	22,216
	<u>\$ 2,572,746</u>	<u>\$ 703,639</u>	<u>\$ 3,276,385</u>

Bond Reserve Accounts:

Under the Series 2004 Tax Increment Financing Bonds, the City is required to deposit funds into a reserve account equal to \$1,386,500. In addition, \$1,000,000 is to be maintained in a business interruption account.

At March 31, 2010, the City was in compliance with this requirement.

Under the Series 2006 Tax Increment Financing Bonds, the City is required to deposit funds into a reserve account equal to \$667,000.

At March 31, 2010, the City was in compliance with this requirement.

Under the Series 2007 Certificates of Participation Indentures, the City is required to deposit funds into a reserve account equal to \$1,176,869.

At March 31, 2010, the City was in compliance with this requirement.

Under the Series 2008 Certificates of Participation Indentures, the City is required to deposit funds into a reserve account equal to \$1,300,644.

At March 31, 2010, the City was in compliance with this requirement.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT (Continued):

Under the Series 1991A Sewerage System Revenue Bonds (State Revolving Fund Program), the City is required to deposit monies into a debt service account sufficient to meet maturity dates of principal and interest. Further, after providing funds for current operations and principal and interest, excess funds will be deposited at a rate of \$7,109 monthly into a depreciation and replacement account until a balance of \$341,250 is reached.

At March 31, 2010, the City was not in compliance with these requirements.

Under the Series 1992A Sewerage System Refunding Revenue Bonds (State Revolving Fund Program), the City is required to deposit monies into a debt service account sufficient to meet maturity dates of principal and interest. Further, after providing funds for current operations and principal and interest, excess funds will be deposited at a rate of \$358 monthly into a depreciation and replacement account until a balance of \$21,500 is reached.

At March 31, 2010, the City was in compliance with these requirements.

Rates and fees established and charged were sufficient to satisfy bond covenant responsibilities for the sewer fund for the year ended March 31, 2010.

7. CAPITAL LEASES:

The City has entered into lease agreements for financing capital equipment. The lease agreements qualify as capital leases for accounting purposes, therefore have been recorded at the present value of their future minimum lease payments as of the inception date.

The assets acquired through capital leases are as follows:

<u>Asset</u>	
Golf equipment	\$ 317,019
Financial software	235,333
Backhoe	87,677
Radio read meters	<u>1,094,475</u>
Total assets acquired	<u>\$ 1,734,504</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

7. CAPITAL LEASES (Continued):

The future minimum lease payments and the present value of the remaining minimum lease payments as of December 31, 2010, are as follows:

<u>Years Ending March 31,</u>	<u>Proprietary Fund</u>	<u>General Fund</u>
2011	\$ 323,267	\$ 75,479
2012	203,749	75,479
2013	132,738	75,481
2014	132,738	65,398
2015	132,738	52,598
2016-2017	<u>265,477</u>	<u>-</u>
	1,190,707	344,435
Less: amount representing interest	<u>265,624</u>	<u>45,391</u>
Present value of future minimum lease payments	<u>\$ 925,083</u>	<u>\$ 299,044</u>

CITY OF BELTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

8. RESTRICTED CASH:

Restricted cash and investments at March 31, 2010, consisted of the following:

<u>Account</u>	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total</u>
Court bonds	\$ 59,328	\$ -	\$ 59,328
Jail	4,144	-	4,144
CID Unit	63,291	-	63,291
Donations	1,822	-	1,822
Reserve for debt service	<u>-</u>	<u>5,884,591</u>	<u>5,884,591</u>
	<u>\$ 128,585</u>	<u>\$ 5,884,591</u>	<u>\$ 6,013,176</u>

Proprietary Funds

<u>General Account</u>	<u>Sewer Fund</u>	<u>Golf Fund</u>	<u>Total</u>
Reserve for debt service	\$ 96,395	\$ -	\$ 96,395
Reserve for certificates of participation	-	261,753	261,753
Reserve for depreciation and replacement	<u>362,750</u>	<u>-</u>	<u>362,750</u>
	<u>\$ 459,145</u>	<u>\$ 261,753</u>	<u>\$ 720,898</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

9. LEGAL MATTERS:

There are a number of claims and/or lawsuits to which the City is a party as a result of certain law enforcement activities, injuries, and various other matters and complaints arising in the ordinary course of City activities. The City's management and legal counsel believe that the potential claims against the City not covered by insurance, if any, resulting from such matters, would not materially affect the financial position of the City.

10. TAX REVENUES:

The tax revenue, including interest and penalties collected thereon, for the year ended March 31, 2010, is as follows:

<u>Type</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>
Property	\$ 1,242,810	\$ 552,716	\$ 1,867,807
Railroad	68,927	-	-
Franchise	3,662,096	-	-
Cigarette	128,596	-	-
City Sales	2,500,630	2,497,285	-
Park Sales	-	999,921	-
Transportation Sales	-	999,921	-
Financial Institution	4,600	-	-
Other	-	58,108	-
	<u>\$ 7,607,659</u>	<u>\$ 5,107,951</u>	<u>\$ 1,867,807</u>

The assessed valuation of the tangible property for the purpose of local taxation as of May 31, 2009, was as follows:

Real estate	\$ 181,492,403
Personal property	<u>45,073,366</u>
	<u>\$ 226,565,769</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

10. TAX REVENUES (Continued):

The tax levy per \$100 of assessed valuation of tangible real and personal property for the calendar year 2009 was as follows:

General Fund	\$	0.53
Park and Recreation Fund		0.24
Debt Service Funds		<u>0.80</u>
	\$	<u>1.57</u>

Property taxes may attach as an enforceable lien on property as of January 1. Taxes are levied no later than November 1 and are due and payable at that time. All unpaid taxes levied by November 1 become delinquent January 1 of the following year.

11. INTERFUND TRANSACTIONS:

Interfund receivable and payable balances at March 31, 2010, were as follows:

	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ 16,000	\$ -
Special Revenue Funds:		
Park	-	11,500
Sales Tax Improvement	447,513	
Park Sales Tax Improvement	-	226,513
Hotel/Motel	-	4,500
Capital Projects Funds,		
Major Road Construction	<u>-</u>	<u>221,000</u>
	<u>\$ 463,513</u>	<u>\$ 463,513</u>

CITY OF BELTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

11. INTERFUND TRANSACTIONS (Continued):

Transfers during the year ended March 31, 2010, were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 145,834	\$ 447,251
Special Revenue Funds:		
Tax Increment Financing Special	92,896	-
Street	267,244	-
Hotel/Motel	-	50,000
Capital Projects Funds,		
Major Road Construction	-	92,896
Proprietary Funds:		
Sewer	-	41,667
Water	-	54,167
Golf	<u>180,007</u>	<u>-</u>
	<u>\$ 685,981</u>	<u>\$ 685,981</u>

In general, transfers are used to (1) move revenues from the fund that collects the money to the fund that expends the money, (2) move receipts restricted or earmarked for debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in a fund to provide operating advances to other funds in accordance with budgetary authorizations.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

12. INTERGOVERNMENTAL REVENUE:

Intergovernmental revenue during the year ended March 31, 2010, consisted of the following:

	<u>General Fund</u>	<u>Governmental Funds</u>
Federal:		
Federal Emergency Management Agency:		
Emergency Management Assistance	\$ 15,272	\$ -
Hazard Mitigation Grant	-	118,513
US Department of Justice,		
High Intensity Drug Trafficking Area	60,008	-
US Department of Homeland Security,		
S.A.F.E.R.	29,700	-
US Department of Public Safety,		
Victims Advocate	25,307	-
State:		
Department of Conservation,		
Tree Resource Improvements	-	10,000
Department of Economic Development		
Community Development Block Grant	-	145,515
Department of Revenue:		
Motor Vehicle Sales Tax	-	115,418
Motor Vehicle Fuel Tax	-	600,680
Motor Vehicle Fees	-	92,696
Department of Public Safety:		
Victim Assistance Grant	19,940	-
Drug Seizures	2,205	-
Department of Highway Safety	42,762	-
County:		
County 911 Assistance	58,455	-
Road and Bridge Property Taxes	-	99,670
City,		
Vehicle Servicing	<u>78,441</u>	<u>-</u>
	<u>\$ 332,090</u>	<u>\$ 1,182,492</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

13. RISK MANAGEMENT:

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; workers' compensation, and natural disasters for which the City carries commercial insurance. There have been no significant reductions in insurance coverage from the prior year and no significant losses in the past three fiscal years.

14. SELF-INSURANCE:

The City is a member of the Mid-America Regional Council Insurance Trust (MARCIT), a not-for-profit corporation consisting of governmental entities incorporated in 1984 to acquire insurance for its members. MARCIT operates as a purchasing pool and is not a joint venture activity of the City. The City has no control over budgeting, financing, management selection, or the governing body. MARCIT provides both conventional and self-insurance coverage for its members including medical, dental, property, casualty, general liability, and workers' compensation. The City participates in property, casualty, general liability, and workers' compensation insurance coverages.

MARCIT manages the cash and investment pool, funded by insurance premiums, on behalf of its members. MARCIT's investment pool consists of interest bearing deposits, U.S. Treasury strips, U.S. governmental agency obligations, and collateralized mortgage obligations. In the event that a deficit occurs with respect to any fiscal year of MARCIT for which the City was a participant at any time during such year; and in the event that MARCIT determines that an assessment is required in order to provide additional funds for the obligations of MARCIT for such year; and further, in the event that the City was covered by the types of benefits requiring the assessment during the time period in which the assessment arose, the City is obligated to pay its pro rata share of any such assessment, irrespective of whether or not the City is a member of MARCIT at the time of such assessment. Management of the City is not aware of any deficit situation in MARCIT which would require an accrual of a liability as of March 31, 2010.

MARCIT's financial statements are presented in its Comprehensive Annual Financial Report.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

15. DEFERRED COMPENSATION PLAN:

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all City employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional.

Employees may contribute up to 25% of their annual base salary to a maximum limit of \$16,500 per year. The deferred compensation is not available to employees until termination, retirement, death, or an unforeseeable emergency. Investments are managed by the plan's trustee, and the choice of the investment option(s) is made by the participants.

The City contributes 2% of employee compensation for full-time employees participating in the plan. No contributions are made for part-time employees. The amount contributed by the City in 2010 was \$104,625.

16. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY:

For the year ended March 31, 2010, in violation of Missouri state statutes and the City's budgetary process, the City had a fund balance deficit in the following funds:

Capital Projects Fund, Major Road Construction	\$ 220,500
Special Revenue Funds:	
Park	\$ 183,895
Street	18,280
	<u>\$ 202,175</u>
Proprietary Fund, Golf Course	<u>\$ 121,315</u>

For the year ended March 31, 2010, in violation of Missouri state statutes and the City's budgetary process, the City had actual expenditures in excess of budget in the following funds:

Special Revenue Funds:	
Park	\$ 179,699
Impact Fees	160
	<u>\$ 179,859</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

16. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued):

For the year ended March 31, 2010, in violation of Missouri state statutes and the City's budgetary process, the City had budgeted a deficit without adequate fund balance in the following funds:

Capital Projects Funds:	
Capital Improvements	\$ 405,562
Major Road Construction	<u>146,882</u>
	<u>\$ 552,444</u>
Special Revenue Funds,	
Sales Tax Improvement	<u>\$ 793,504</u>

17. COMMITMENTS:

The City had approximately \$2,497,620 of construction commitments at March 31, 2010.

18. NET ASSETS:

Net assets are comprised of three categories: Net assets invested in capital assets net of related debt; restricted net assets; and unrestricted net assets. The first category reflects the portion of net assets which is associated with non-liquid, capital assets, less the outstanding debt (net) related to these capital assets. The related debt (net) is the debt less the outstanding liquid assets and any associated unamortized costs. Restricted net assets are restricted assets, (usually cash) that must be spent for specific purposes. Net assets, which are neither restricted or related to capital assets, are reported as unrestricted net assets.

The City issued debt to finance the construction of infrastructure in the Tax Increment Financing Districts. However, the City does not own these capital assets. As a result, in the Statement of Net Assets, the debt reduces unrestricted net assets of the City and the unspent bond proceeds are reported in restricted net assets.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

18. NET ASSETS (Continued):

Capital assets, net	\$ 77,608,076
Total debt	(72,113,440)
Debt related to assets not owned by City:	
MTFC note payable	2,459,232
Series 2004 tax increment financing bond	11,690,000
Series 2006 tax increment financing bond	6,495,000
Series 2008 certificate of participation	<u>5,640,000</u>
	26,284,232
Unspent bond proceeds	<u>11,861,536</u>
Invested in capital assets, net of related debt	<u>\$ 43,640,404</u>

The City has reported a deficit in its unrestricted net assets due to issuing debt for the construction of assets not owned by the City. The City has a sales tax revenue stream dedicated to paying off the debt in future years.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

19. PLEDGED REVENUES:

The City has pledged a portion of future PILOT and Economic Activity Tax (EATS) revenues to repay \$13,865,000 in Tax Increment Revenue Bonds issued July 2004. The outstanding principal on these bonds as of March 31, 2010, was \$11,690,000. The bonds were used to finance Phases I, II, III, and IV of the Belton Town Centre Redevelopment Plan as well as providing some funding for road projects specified in the redevelopment plan. The bonds are payable solely from the incremental property and sales taxes generated by the development in the TIF district. Incremental PILOTS and EATS were projected to produce \$45,207,562 of revenue which would be available for the debt service requirements over the life of the bonds. Total principal and interest remaining on the bonds is \$18,327,697, with the final maturity scheduled for December 31, 2024. For the current year, principal and interest paid from PILOTS and EATS revenues were \$380,000 and \$724,938, respectively.

The City has pledged a portion of future PILOT and Economic Activity Tax (EATS) revenues to repay \$6,670,000 in Tax Increment Revenue Bonds issued May 2006. The outstanding principal on these bonds as of March 31, 2010, was \$6,495,000. The bonds were used to provide additional funding for road projects specified in the Belton Town Centre Redevelopment Plan. The bonds are payable solely from the incremental property and sales taxes generated by the development in the Belton Town Centre TIF district. Total principal and interest remaining on the bonds is \$10,125,519, with the final maturity scheduled for March 1, 2025. For the current year, principal and interest paid from PILOTS and EATS revenues were \$175,000 and \$363,275, respectively.

The City has pledged future sewer customer revenues, net of specified operating expenses, to repay two debt issues totaling \$7,225,000. The Series 1991A bonds were issued in the amount of \$6,825,000. The series 1992 bonds were issued in the amount of \$430,000. Proceeds from the bonds were used to fund the infrastructure for the sewer system. The bonds are payable from the sewer fund net revenues and are payable through 2013. The total interest and principal remaining to be paid on the bonds is \$1,926,662. Principal and interest paid for the current year is \$651,979.

CITY OF BELTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

20. COMMITMENTS:

In September 2008, the Cass County Transportation Development District issued \$3,305,000 in revenue bonds to construct North Cass Parkway Interchange on Highway 71. Cass County, Missouri, has agreed to make the debt service payments on these bonds. During the fiscal year, Cass County made a principal payment of \$800,000, leaving outstanding debt as of March 31, 2010, of \$1,785,000. In the event funds are not available at the County level, the City of Belton and the City of Raymore have agreed to make up the shortfall on a 50/50 basis.

21. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS:

Plan Description

The City sponsors a single-employer, defined benefit healthcare plan that provides healthcare benefits to retirees and their dependents, including medical and dental coverage. Participants include retirees of the City.

The City requires the retirees to pay the carrier-charged premium. The rates being paid by retirees for benefits are typically lower than those for individual health insurance policies. The difference between these amounts is the implicit rate subsidy, which is considered other post employment benefits (OPEB) under Governmental Accounting Standards Board Statement No. 45 (GASB Statement 45). The City has chosen to prospectively implement GASB Statement 45.

Retirees and their dependents have the same benefits as active employees. The retiree may continue coverage until death. Spousal coverage is available until the retiree becomes covered under another employer health plan, attains Medicare eligibility age, or 36 months after the death of the retiree dies under Cobra law.

Funding Policy

GASB Statement 45 does not require funding of the OPEB liability, and the City has chosen not to fund it. City policy dictates the payment of retiree claims as they become due.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

21. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued):

Annual OPEB Cost and Net OPEB Obligation

The City's annual OPEB cost is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize the unfunded actuarial liability over a period not to exceed 30 years. The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation.

Normal cost	\$	41,275
Amortization of unfunded actuarial accrued liability		<u>38,837</u>
Annual required contribution (ARC)		80,112
Interest on net OPEB obligation		-
Adjustment to annual required contribution		<u>-</u>
Annual OPEB cost		80,112
Contributions made, Net employer contributions		<u>7,500</u>
Net OPEB obligation, March 31, 2010	\$	<u>72,612</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

21. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued):

The retirees annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for the year ended March 31, 2010, is as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
March 31, 2010	\$ 80,112	9.4%	\$ 72,612

Funded Status and Funding Progress

As of July 1, 2009, which represents both the initial and the most recent actuarial valuation date, the actuarial accrued liability for benefits within the plan for the City is \$566,661. There are no assets set aside for funding the plan as of that date, thus the entire amount is unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$8,722,554, which results in a ratio of the unfunded actuarial accrued liability (UAAL) to the covered payroll of 6.5 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funding status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the basic financial statements, presents trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

21. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued):

Actuarial Methods and Assumptions

The projected unit credit actuarial cost method is used in the July 1, 2009 initial actuarial valuation. At this initial valuation date, actuarial present value of benefits is determined for each participant. The sum of these actuarial present values of benefits allocated to the current valuation year is the normal cost for the initial plan year. The sum of actuarial present values of benefits allocated to all valuation years preceding the valuation date represents the actuarial accrued liability.

The actuarial assumptions include a 6 percent investment rate of return. The actuarial assumptions for healthcare cost trend is a growth factor of 9 percent for the first year and then declining by .5 percent per year until 6 percent is reached. The 6 percent growth is used on a go-forward basis. The UAAL will be amortized over a period of 30 years using a level percentage of projected payroll on an open basis.

22. PRIOR PERIOD ADJUSTMENT:

During the current year, management determined that two funds which reported impact fees were reported as Special Revenue Funds in the prior year financial statements. However, these funds more accurately reflect proprietary activities. The activity of these funds has been combined with the Sewer and Water Funds in the current year which caused the restatement as detailed below:

	Fund Balances - Governmental Fund	Fund Balances - Proprietary Fund	Net Assets - Governmental Activities	Net Assets - Proprietary Activities
Net assets and fund balances as originally reported March 31, 2009	\$ 22,892,500	\$ 16,091,123	\$ 25,877,336	\$ 16,091,123
Sewer Impact Fee Fund	(4,930)	4,930	(4,930)	4,930
Water Impact Fee Fund	<u>(748,611)</u>	<u>748,611</u>	<u>(748,611)</u>	<u>748,611</u>
Net assets and fund balances as restated April 1, 2009	<u>\$ 22,138,959</u>	<u>\$ 16,844,664</u>	<u>\$ 25,123,795</u>	<u>\$ 16,844,664</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

23. GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB) STATEMENTS:

The GASB had issued several statements not yet implemented by the City. The statements which might impact the City are as follows:

GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*, issued June 2007, will be effective for the City beginning with its year ending March 31, 2011. This Statement provides guidance regarding how to identify, account for, and report intangible assets. The new standard characterizes an intangible asset as an asset that lacks physical substance, is nonfinancial in nature, and has an initial useful life extending beyond a single reporting period.

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 March 31, 2011. This Statement provides guidance regarding how to report derivative instruments-financial arrangements used by governments to manage specific risks or make investments-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.

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, issued February 2009, will be effective for the City beginning with its year ending March 31, 2012. This Statement provides guidance on how to provide clearer fund balance classifications that can be more consistently applied by clarifying the existing governmental fund type definitions. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

GASB Statement No. 59, *Financial Instruments Omnibus*, issued June 2010, will be effective for the City beginning with its year ending March 31, 2012. This Statement updates and improves existing standards regarding financial reporting of certain financial instruments and external investment pools.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

24. DEVELOPMENT OBLIGATIONS:

On November 28, 2006, the City entered into an agreement with a developer for the implementation of the Belton Marketplace Tax Increment Financing Redevelopment Plan. This plan provides for the construction of certain redevelopment projects located in Belton, Missouri. The City has agreed to reimburse the developer \$2,000,000 for project costs, and to expend \$200,000 of City funds for project costs in the redevelopment area. During the current fiscal year, the City expended \$183,593 on these projects. Therefore, the City has recorded a \$1,616,511 liability on its Statement of Net Assets under "development obligations".

The development obligation will be paid from 75% of the annual PILOTS (payments in lieu of taxes), and 50% of the annual EATS (economic activity taxes) generated in the district. 25% of the annual PILOTS collected from the area will be returned pro-rata to the taxing districts. Additionally, the City may reimburse its project costs up to \$20,000 on an annual basis from the EATS generated in the district. The remaining EATS will be distributed to the taxing districts.

25. EVALUATION OF SUBSEQUENT EVENTS:

The City has evaluated subsequent events through October 27, 2010, the date which the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

OTHER THAN MD&A

CITY OF BELTON, MISSOURI

REQUIRED SUPPLEMENTARY INFORMATION

1. MISSOURI LOCAL GOVERNMENT EMPLOYEES RETIREMENT SYSTEM:

Schedule of Funding Progress

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Entry Age Actuarial Accrued Liability	(b-a) Unfunded Accrued Liability (UAL)
02/28/07	\$ 15,416,588	\$ 14,571,711	\$ (844,877)
02/29/08	\$ 17,532,070	\$ 16,088,932	\$ (1,443,138)
02/28/09	\$ 15,160,976	\$ 17,941,531	\$ 2,780,555

Actuarial Valuation Date	(a/b) Funded Ratio	(c) Annual Covered Payroll	[(b-a)/c] UAL as a Percent of Covered Payroll
02/28/07	106%	\$ 8,243,846	-
02/29/08	109%	\$ 9,052,188	-
02/28/09	85%	\$ 9,660,922	29%

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 valuation, please contact the LAGERS office in Jefferson City.

2. BUDGETARY DATA:

The City's prepares its budget on the modified accrual basis of accounting, which is the same as generally accepted accounting principles.

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 GENERAL FUND
 FOR THE YEAR ENDED MARCH 31, 2010

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES:				
Taxes	\$ 7,688,652	\$ 7,969,644	\$ 7,607,659	\$ (361,985)
Special assessments	2,000	2,000	4,247	2,247
Licenses and permits	251,375	251,375	202,002	(49,373)
Intergovernmental	285,800	751,985	332,090	(419,895)
Charges for services	1,823,967	1,823,967	1,655,284	(168,683)
Fees and fines	1,022,500	1,022,500	920,997	(101,503)
Investment earnings	80,000	80,000	65,058	(14,942)
Other	127,000	127,000	199,612	72,612
Interfund charges for support services	2,244,702	2,244,702	2,244,702	-
	<u>13,525,996</u>	<u>14,273,173</u>	<u>13,231,651</u>	<u>(1,041,522)</u>
EXPENDITURES:				
Current:				
General government	3,125,335	3,137,175	3,178,559	(41,384)
Public safety	4,923,176	4,961,616	4,706,298	255,318
Public works	670,725	670,725	633,286	37,439
Fire	3,968,484	3,968,484	3,979,649	(11,165)
Civil defense	85,332	85,332	64,096	21,236
Community and economic development	285,661	285,661	288,354	(2,693)
Municipal jail	478,174	478,174	478,160	14
Capital outlay	156,302	888,806	459,700	429,106
Debt service:				
Principal	30,028	34,466	32,487	1,979
Interest and other charges	12,922	12,922	16,271	(3,349)
	<u>13,736,139</u>	<u>14,523,361</u>	<u>13,836,860</u>	<u>686,501</u>
Deficiency of revenues over expenditures	<u>(210,143)</u>	<u>(250,188)</u>	<u>(605,209)</u>	<u>(355,021)</u>
OTHER FINANCING SOURCES (USES):				
Proceeds from long-term debt	-	235,333	235,333	-
Transfers in	115,000	181,000	145,834	(35,166)
Transfers out	-	(447,301)	(447,251)	50
Total other financing sources and uses	<u>115,000</u>	<u>(30,968)</u>	<u>(66,084)</u>	<u>(35,116)</u>
Net change in fund balances	(95,143)	(281,156)	(671,293)	(390,137)
Fund balances - beginning	<u>2,844,811</u>	<u>2,844,811</u>	<u>2,844,811</u>	<u>-</u>
Fund balances - ending	<u>\$ 2,749,668</u>	<u>\$ 2,563,655</u>	<u>\$ 2,173,518</u>	<u>\$ (390,137)</u>

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 PARK
 FOR THE YEAR ENDED MARCH 31, 2010

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 561,938	\$ 561,938	\$ 552,716	\$ (9,222)
Intergovernmental	10,000	10,000	10,000	-
Charges for services	2,104,006	2,467,728	2,547,287	79,559
Miscellaneous	7,000	13,768	30,603	15,835
	<u>2,682,944</u>	<u>3,053,434</u>	<u>3,140,606</u>	<u>87,172</u>
EXPENDITURES:				
Current,				
Parks and recreation	2,952,429	3,079,104	3,217,151	(138,047)
Capital outlay	-	17,245	58,897	(41,652)
	<u>2,952,429</u>	<u>3,096,349</u>	<u>3,276,048</u>	<u>(179,699)</u>
Deficiency of revenues over expenditures	<u>(269,485)</u>	<u>(42,915)</u>	<u>(135,442)</u>	<u>(92,527)</u>
OTHER FINANCING SOURCES,				
Transfers in	-	100,000	-	100,000
Net change in fund balances	(269,485)	57,085	(135,442)	(192,527)
Fund balances - beginning	<u>(48,453)</u>	<u>(48,453)</u>	<u>(48,453)</u>	<u>-</u>
Fund balances - ending	<u>\$ (317,938)</u>	<u>\$ 8,632</u>	<u>\$ (183,895)</u>	<u>\$ (192,527)</u>

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 TAX INCREMENT FINANCING SPECIAL ALLOCATION GENERAL
 FOR THE YEAR ENDED MARCH 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ 1,150,000	\$ 1,150,000	\$ 1,381,102	\$ 231,102
Investment earnings	100,000	100,000	29,596	(70,404)
In lieu of taxes	<u>555,000</u>	<u>555,000</u>	<u>614,678</u>	<u>59,678</u>
	<u>1,805,000</u>	<u>1,805,000</u>	<u>2,025,376</u>	<u>220,376</u>
EXPENDITURES:				
Current,				
Community and economic development	101,000	101,000	86,830	14,170
Debt service:				
Principal	555,000	555,000	555,000	-
Interest and other charges	<u>1,095,713</u>	<u>1,095,713</u>	<u>1,099,647</u>	<u>(3,934)</u>
	<u>1,751,713</u>	<u>1,751,713</u>	<u>1,741,477</u>	<u>10,236</u>
Excess of revenues over expenditures	<u>53,287</u>	<u>53,287</u>	<u>283,899</u>	<u>230,612</u>
OTHER FINANCING SOURCES,				
Transfers in	-	-	<u>92,896</u>	<u>(92,896)</u>
Net change in fund balances	53,287	53,287	376,795	323,508
Fund balances - beginning	<u>3,281,227</u>	<u>3,281,227</u>	<u>3,281,227</u>	-
Fund balances - ending	<u>\$ 3,334,514</u>	<u>\$ 3,334,514</u>	<u>\$ 3,658,022</u>	<u>\$ 323,508</u>

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 STREET DEPARTMENT
 FOR THE YEAR ENDED MARCH 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ 1,157,000	\$ 1,157,000	\$ 999,921	\$ (157,079)
Licenses and permits	1,150	1,150	145	(1,005)
Intergovernmental	970,000	970,000	908,464	(61,536)
Investment earnings	6,000	6,000	615	(5,385)
Miscellaneous	<u>90,000</u>	<u>90,000</u>	<u>80,665</u>	<u>(9,335)</u>
	<u>2,224,150</u>	<u>2,224,150</u>	<u>1,989,810</u>	<u>(234,340)</u>
EXPENDITURES:				
Current,				
Public works	1,833,364	1,833,364	1,848,050	(14,686)
Capital outlay	385,500	385,500	307,267	78,233
Debt service:				
Principal	16,183	16,183	16,183	-
Interest and other charges	<u>4,177</u>	<u>4,177</u>	<u>3,977</u>	<u>200</u>
	<u>2,239,224</u>	<u>2,239,224</u>	<u>2,175,477</u>	<u>63,747</u>
Deficiency of revenues over expenditures	<u>(15,074)</u>	<u>(15,074)</u>	<u>(185,667)</u>	<u>(170,593)</u>
OTHER FINANCING SOURCES,				
Transfers in	-	267,294	267,244	(50)
Net change in fund balances	(15,074)	252,220	81,577	(170,643)
Fund balances - beginning	<u>(99,857)</u>	<u>(99,857)</u>	<u>(99,857)</u>	<u>-</u>
Fund balances - ending	<u>\$ (114,931)</u>	<u>\$ 152,363</u>	<u>\$ (18,280)</u>	<u>\$ (170,643)</u>

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 SALES TAX IMPROVEMENT
 FOR THE YEAR ENDED MARCH 31, 2010

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 1,157,000	\$ 1,157,000	\$ 1,003,042	\$ (153,958)
Investment earnings	15,000	15,000	41,736	26,736
	<u>1,172,000</u>	<u>1,172,000</u>	<u>1,044,778</u>	<u>(127,222)</u>
EXPENDITURES:				
Debt service:				
Principal	455,000	598,130	598,130	-
Interest and other charges	731,519	857,301	858,680	(1,379)
Capital outlay	<u>5,089,090</u>	<u>5,089,090</u>	<u>2,142,316</u>	<u>2,946,774</u>
	<u>6,275,609</u>	<u>6,544,521</u>	<u>3,599,126</u>	<u>2,945,395</u>
Net change in fund balances	(5,103,609)	(5,372,521)	(2,554,348)	2,818,173
Fund balances - beginning	<u>4,579,017</u>	<u>4,579,017</u>	<u>4,579,017</u>	-
Fund balances - ending	<u>\$ (524,592)</u>	<u>\$ (793,504)</u>	<u>\$ 2,024,669</u>	<u>\$ 2,818,173</u>

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 PARK SALES TAX IMPROVEMENT
 FOR THE YEAR ENDED MARCH 31, 2010

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes	\$ 1,157,000	\$ 1,157,000	\$ 999,921	\$ (157,079)
Investment earnings	50,000	50,000	18,356	(31,644)
Miscellaneous	-	-	20,241	20,241
	<u>1,207,000</u>	<u>1,207,000</u>	<u>1,038,518</u>	<u>(168,482)</u>
EXPENDITURES:				
Debt service:				
Principal	310,000	494,800	494,800	-
Interest and other charges	411,876	651,923	651,779	144
	<u>721,876</u>	<u>1,146,723</u>	<u>1,146,579</u>	<u>144</u>
Excess (deficiency) of revenues over expenditures	<u>485,124</u>	<u>60,277</u>	<u>(108,061)</u>	<u>(168,338)</u>
OTHER FINANCING USES,				
Transfers out	(100,000)	-	-	-
Total other financing sources and uses	<u>(100,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	385,124	60,277	(108,061)	(168,338)
Fund balances - beginning	<u>1,131,279</u>	<u>1,131,279</u>	<u>1,131,279</u>	<u>-</u>
Fund balances - ending	<u>\$ 1,516,403</u>	<u>\$ 1,191,556</u>	<u>\$ 1,023,218</u>	<u>\$ (168,338)</u>

CITY OF BELTON, MISSOURI

FUND DESCRIPTIONS

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for revenues derived from specific taxes, governmental grants, or other revenue sources which are restricted to finance particular functions or activities of the City.

Impact Fees Fund – accounts for the collection of the impact fees which are assessed on new construction based on the impact each project will have on the road infrastructure system of the City. The funds collected are restricted for use on improvements to the transportation infrastructure.

Hotel/Motel – accounts for the collection of

Belton Marketplace TIF – accounts for the collection of PILOTS and EATS to finance various improvements within the redevelopment district.

DEBT SERVICE FUNDS

Debt Service Funds are used to accumulate monies to retire the City's outstanding General Obligation Debt.

Debt Service-General Obligation Bonds – receives money to pay principal and interest on General Obligation Bonds.

CAPITAL PROJECTS FUNDS

The Capital Projects Funds are used to account for all receipts and expenditures for the acquisition and construction of capital facilities by the City except those financed by Proprietary Funds. Capital facilities are defined as major, permanent facilities with an estimated useful life in excess of one year.

Capital Projects Funds utilized are Capital Improvements, Major Road Construction, Parks & Community Center, and Fire Station Construction. These funds are used to account for recurring capital expenditures and construction in progress.

CITY OF BELTON, MISSOURI
BALANCE SHEET --
OTHER GOVERNMENTAL FUNDS
MARCH 31, 2010

	<u>Impact Fees</u>	<u>Hotel/Motel</u>	<u>Belton Marketplace TIF</u>	<u>Debt Service - General Obligation Bonds</u>	<u>Capital Improvements</u>
ASSETS:					
Pooled cash and investments	\$ 4,770	\$ 242	\$ 20,919	\$ 1,520,479	\$ 1,689,401
Taxes receivable, net	-	-	10,158	-	-
Accrued interest	-	7,649	197	14,328	15,920
Delinquent property taxes receivable	-	-	-	121,222	-
Other receivables	-	7,935	-	50,762	-
Total assets	<u>\$ 4,770</u>	<u>\$ 15,826</u>	<u>\$ 31,274</u>	<u>\$ 1,706,791</u>	<u>\$ 1,705,321</u>
LIABILITIES AND FUND BALANCES:					
Accounts payable	\$ -	\$ -	\$ 30,894	\$ 686	\$ 57,145
Due to other funds	-	4,500	-	-	-
Deferred revenue	-	-	-	121,222	-
Total liabilities	<u>-</u>	<u>4,500</u>	<u>30,894</u>	<u>121,908</u>	<u>57,145</u>
Fund balances:					
Undesignated, reported as:					
Special revenue	4,770	11,326	380	-	-
Debt service	-	-	-	1,584,883	-
Capital projects	-	-	-	-	1,648,176
Total fund balances	<u>4,770</u>	<u>11,326</u>	<u>380</u>	<u>1,584,883</u>	<u>1,648,176</u>
Total liabilities and fund balances	<u>\$ 4,770</u>	<u>\$ 15,826</u>	<u>\$ 31,274</u>	<u>\$ 1,706,791</u>	<u>\$ 1,705,321</u>

Major Road Construction	Parks and Community Center	Fire Station Construction	Total Governmental Funds
\$ 195	\$ 118,875	\$ 396,638	\$ 3,751,519
305	-	-	10,463
-	-	3,738	41,832
-	-	-	121,222
-	-	-	58,697
<u>\$ 500</u>	<u>\$ 118,875</u>	<u>\$ 400,376</u>	<u>\$ 3,983,733</u>
\$ -	\$ 17,521	\$ 5,025	\$ 111,271
221,000	-	-	225,500
-	-	-	121,222
<u>221,000</u>	<u>17,521</u>	<u>5,025</u>	<u>457,993</u>
-	-	-	16,476
-	-	-	1,584,883
<u>(220,500)</u>	<u>101,354</u>	<u>395,351</u>	<u>1,924,381</u>
<u>(220,500)</u>	<u>101,354</u>	<u>395,351</u>	<u>3,525,740</u>
<u>\$ 500</u>	<u>\$ 118,875</u>	<u>\$ 400,376</u>	<u>\$ 3,983,733</u>

CITY OF BELTON, MISSOURI
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE -- GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED MARCH 31, 2010

	Impact Fees	Hotel/Motel	Belton Marketplace TIF	Debt Service - General Obligation Bonds	Capital Improvements
REVENUES:					
Taxes	\$ -	\$ 58,108	\$ 113,141	\$ 1,867,807	\$ -
Licenses and permits	4,660	-	-	-	-
Intergovernmental	-	-	-	-	-
Investment earnings	-	3,218	379	40,890	47,332
In lieu of taxes	-	-	81,449	-	-
Total revenues	<u>4,660</u>	<u>61,326</u>	<u>194,969</u>	<u>1,908,697</u>	<u>47,332</u>
EXPENDITURES:					
Current					
Public works	160	-	-	-	-
Community and economic development	-	-	194,589	-	-
Capital outlay	-	-	-	-	373,894
Debt service:					
Principal	-	-	-	770,000	-
Interest and fiscal charges	-	-	-	936,225	-
Total expenditures	<u>160</u>	<u>-</u>	<u>194,589</u>	<u>1,706,225</u>	<u>373,894</u>
Excess (deficiency) of revenues over expenditures	<u>4,500</u>	<u>61,326</u>	<u>380</u>	<u>202,472</u>	<u>(326,562)</u>
OTHER FINANCING SOURCES (USES),					
Transfers out	-	(50,000)	-	-	-
Total other financing sources and uses	<u>-</u>	<u>(50,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>4,500</u>	<u>11,326</u>	<u>380</u>	<u>202,472</u>	<u>(326,562)</u>
Fund balances - beginning	<u>270</u>	<u>-</u>	<u>-</u>	<u>1,382,411</u>	<u>1,974,738</u>
Fund balances - ending	<u>\$ 4,770</u>	<u>\$ 11,326</u>	<u>\$ 380</u>	<u>\$ 1,584,883</u>	<u>\$ 1,648,176</u>

<u>Major Road Construction</u>	<u>Parks and Community Center</u>	<u>Fire Station Construction</u>	<u>Total-Other Governmental Funds</u>
\$ -	\$ -	\$ -	\$ 2,039,056
-	-	-	4,660
22	11	118,513	118,513
-	-	14,872	106,724
-	-	-	81,449
<u>22</u>	<u>11</u>	<u>133,385</u>	<u>2,350,402</u>
-	-	-	160
-	-	-	194,589
24,393	166,212	412,415	976,914
-	-	-	770,000
-	-	-	936,225
<u>24,393</u>	<u>166,212</u>	<u>412,415</u>	<u>2,877,888</u>
<u>(24,371)</u>	<u>(166,201)</u>	<u>(279,030)</u>	<u>(527,486)</u>
<u>(92,896)</u>	<u>-</u>	<u>-</u>	<u>(142,896)</u>
<u>(92,896)</u>	<u>-</u>	<u>-</u>	<u>(142,896)</u>
(117,267)	(166,201)	(279,030)	(670,382)
<u>(103,233)</u>	<u>267,555</u>	<u>674,381</u>	<u>4,198,122</u>
<u>\$ (220,500)</u>	<u>\$ 101,354</u>	<u>\$ 395,351</u>	<u>\$ 3,525,740</u>

**CITY OF BELTON, MISSOURI
SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGET AND ACTUAL -- GENERAL FUND
FOR THE YEAR ENDED MARCH 31, 2010**

	GENERAL FUND		
	Budget	Actual	Actual Over (Under) Budget
General government:			
Legislation	\$ 766,048	\$ 907,561	\$ 141,513
Administration	526,815	490,196	(36,619)
City clerk	165,845	129,039	(36,806)
Municipal court	307,832	295,854	(11,978)
Finance	623,565	641,398	17,833
Inspection	311,795	293,247	(18,548)
Animal control	161,159	145,022	(16,137)
Garage operations	274,116	276,242	2,126
Total general government	<u>3,137,175</u>	<u>3,178,559</u>	<u>41,384</u>
Public safety	4,961,616	4,706,298	(255,318)
Public works	670,725	633,286	(37,439)
Fire	3,968,484	3,979,649	11,165
Civil defense	85,332	64,096	(21,236)
Community and economic development	285,661	288,354	2,693
Municipal jail	478,174	478,160	(14)
Capital outlay	888,806	459,700	(429,106)
Principal retirement	34,466	32,487	(1,979)
Interest and fiscal charges	12,922	16,271	3,349
	<u>\$ 14,523,361</u>	<u>\$ 13,836,860</u>	<u>\$ (686,501)</u>

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE -
 MAJOR ROAD CONSTRUCTION
 FOR THE YEAR ENDED MARCH 31, 2010

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Property taxes	\$ 75,000	\$ 75,000	\$ -	\$ (75,000)
Investment earnings	-	-	22	22
Total revenues	<u>75,000</u>	<u>75,000</u>	<u>22</u>	<u>(74,978)</u>
EXPENDITURES,				
Capital outlay	-	25,753	24,393	1,360
Total expenditures	<u>-</u>	<u>25,753</u>	<u>24,393</u>	<u>1,360</u>
Excess (deficiency) of revenues over expenditures	<u>75,000</u>	<u>49,247</u>	<u>(24,371)</u>	<u>(73,618)</u>
OTHER FINANCING USES,				
Transfers out	-	(92,896)	(92,896)	-
Net change in fund balances	75,000	(43,649)	(117,267)	(73,618)
Fund balances - beginning	<u>(103,233)</u>	<u>(103,233)</u>	<u>(103,233)</u>	<u>-</u>
Fund balances - ending	<u>\$ (28,233)</u>	<u>\$ (146,882)</u>	<u>\$ (220,500)</u>	<u>\$ (73,618)</u>

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 PARKS AND COMMUNITY CENTER
 FOR THE YEAR ENDED MARCH 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES,				
Investment earnings	\$ 500	\$ 500	\$ 11	\$ (489)
EXPENDITURES,				
Capital outlay	-	168,700	166,212	2,488
Total expenditures	-	168,700	166,212	2,488
Net change in fund balances	500	(168,200)	(166,201)	1,999
Fund balances - beginning	267,555	267,555	267,555	-
Fund balances - ending	<u>\$ 268,055</u>	<u>\$ 99,355</u>	<u>\$ 101,354</u>	<u>\$ 1,999</u>

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 STORMWATER
 FOR THE YEAR ENDED MARCH 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Intergovernmental	\$ 400,000	\$ 400,000	\$ 145,515	\$ (254,485)
Investment earnings	<u>10,000</u>	<u>10,000</u>	<u>246,106</u>	<u>236,106</u>
	<u>410,000</u>	<u>410,000</u>	<u>391,621</u>	<u>(18,379)</u>
EXPENDITURES:				
Capital outlay	7,309,567	6,543,958	1,607,271	4,936,687
Debt service, Interest and other charges	<u>-</u>	<u>-</u>	<u>62,805</u>	<u>(62,805)</u>
	<u>7,309,567</u>	<u>6,543,958</u>	<u>1,670,076</u>	<u>4,873,882</u>
Excess (deficiency) of revenues over expenditures	<u>(6,899,567)</u>	<u>(6,133,958)</u>	<u>(1,278,455)</u>	<u>4,855,503</u>
OTHER FINANCING SOURCES:				
Proceeds from long-term debt	-	4,140,000	3,845,000	295,000
Premium on bond issuance	<u>-</u>	<u>-</u>	<u>294,916</u>	<u>(294,916)</u>
Total other financing sources	<u>-</u>	<u>4,140,000</u>	<u>4,139,916</u>	<u>84</u>
Net change in fund balances	(6,899,567)	(1,993,958)	2,861,461	4,855,419
Fund balances - beginning	<u>6,254,813</u>	<u>6,254,813</u>	<u>6,254,813</u>	<u>-</u>
Fund balances - ending	<u>\$ (644,754)</u>	<u>\$ 4,260,855</u>	<u>\$ 9,116,274</u>	<u>\$ 4,855,419</u>

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 IMPACT FEES
 FOR THE YEAR ENDED MARCH 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES,				
Licenses and permits	\$ 553,000	\$ 553,000	\$ 4,660	\$ (548,340)
EXPENDITURES,				
Current,				
Public works	-	-	160	(160)
Net change in fund balances	553,000	553,000	4,500	(548,500)
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ 553,000	\$ 553,000	\$ 4,500	\$ (548,500)

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE -
 BELTON MARKETPLACE TIF
 FOR THE YEAR ENDED MARCH 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Sales and miscellaneous taxes	\$ 218,223	\$ 218,223	\$ 113,141	\$ (105,082)
Investment earnings	-	-	379	379
In lieu of taxes	<u>102,371</u>	<u>102,371</u>	<u>81,449</u>	<u>(20,922)</u>
	<u>320,594</u>	<u>320,594</u>	<u>194,969</u>	<u>(125,625)</u>
EXPENDITURES,				
Current,				
Community and economic development	<u>317,000</u>	<u>317,000</u>	<u>194,589</u>	<u>122,411</u>
Net change in fund balances	3,594	3,594	380	(3,214)
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - ending	<u>\$ 3,594</u>	<u>\$ 3,594</u>	<u>\$ 380</u>	<u>\$ (3,214)</u>

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 HOTEL/MOTEL
 FOR THE YEAR ENDED MARCH 31, 2010

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 550,000	\$ 550,000	\$ 58,108	\$ (491,892)
Investment earnings	<u>3,000</u>	<u>3,000</u>	<u>3,218</u>	<u>218</u>
	<u>553,000</u>	<u>553,000</u>	<u>61,326</u>	<u>(491,674)</u>
OTHER FINANCING USES,				
Transfers out	-	(66,000)	(50,000)	16,000
Net change in fund balances	553,000	487,000	11,326	(475,674)
Fund balances - beginning	-	-	-	-
Fund balances - ending	<u>\$ 553,000</u>	<u>\$ 487,000</u>	<u>\$ 11,326</u>	<u>\$ (475,674)</u>

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 DEBT SERVICE - GENERAL OBLIGATION BONDS
 FOR THE YEAR ENDED MARCH 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ 1,726,300	\$ 1,726,300	\$ 1,867,807	\$ 141,507
Investment earnings	32,000	32,000	40,890	8,890
	<u>1,758,300</u>	<u>1,758,300</u>	<u>1,908,697</u>	<u>150,397</u>
EXPENDITURES,				
Debt service:				
Principal	770,000	770,000	770,000	-
Interest and other charges	944,794	944,794	936,225	8,569
	<u>1,714,794</u>	<u>1,714,794</u>	<u>1,706,225</u>	<u>8,569</u>
Net change in fund balances	43,506	43,506	202,472	158,966
Fund balances - beginning	<u>1,382,411</u>	<u>1,382,411</u>	<u>1,382,411</u>	-
Fund balances - ending	<u>\$ 1,425,917</u>	<u>\$ 1,425,917</u>	<u>\$ 1,584,883</u>	<u>\$ 158,966</u>

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 CAPITAL IMPROVEMENTS
 FOR THE YEAR ENDED MARCH 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES,				
investment earnings	\$ 10,000	\$ 10,000	\$ 47,332	\$ 37,332
	<u>10,000</u>	<u>10,000</u>	<u>47,332</u>	<u>37,332</u>
EXPENDITURES,				
Capital outlay	2,404,474	2,390,300	373,894	2,016,406
	<u>2,404,474</u>	<u>2,390,300</u>	<u>373,894</u>	<u>2,016,406</u>
Net change in fund balances	(2,394,474)	(2,380,300)	(326,562)	2,053,738
Fund balances - beginning	<u>1,974,738</u>	<u>1,974,738</u>	<u>1,974,738</u>	<u>-</u>
Fund balances - ending	<u>\$ (419,736)</u>	<u>\$ (405,562)</u>	<u>\$ 1,648,176</u>	<u>\$ 2,053,738</u>

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 FIRE STATION CONSTRUCTION
 FOR THE YEAR ENDED MARCH 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Intergovernmental	\$ -	\$ 118,514	\$ 118,513	\$ (1)
Investment earnings	1,000	1,000	14,872	13,872
Total revenues	<u>1,000</u>	<u>119,514</u>	<u>133,385</u>	<u>13,871</u>
EXPENDITURES:				
Debt service,				
Interest and other charges	775	775	-	775
Capital outlay	58,400	472,108	412,415	59,693
Total expenditures	<u>59,175</u>	<u>472,883</u>	<u>412,415</u>	<u>60,468</u>
Net change in fund balances	(58,175)	(353,369)	(279,030)	74,339
Fund balances - beginning	<u>674,381</u>	<u>674,381</u>	<u>674,381</u>	<u>-</u>
Fund balances - ending	<u>\$ 616,206</u>	<u>\$ 321,012</u>	<u>\$ 395,351</u>	<u>\$ 74,339</u>

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STATISTICAL SECTION **(Unaudited)**

This statistical data relates to the physical, economic, social, and political characteristics of the City. Its design is to provide a broader and more complete understanding of the City and its financial affairs than is possible from the financial statements, notes, and supporting schedules presented in the Financial Section.

STATISTICAL SECTION
(Unaudited)

This part of the City's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

Contents

Tables

Financial Trends

These tables contain trend information to help the reader understand how the City's financial performance and well being have changed over time.

1 through 4

Revenue Capacity

These tables contain information to help the reader assess the City's most significant local revenue source-its property tax.

5 through 12

Debt Capacity

These tables present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

13 through 17

Demographic and Economic Information

These tables offer demographic and economic indicators 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.

18 through 19

Operating Information

These tables 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.

20 through 22

Except where noted, the information in these schedules is derived from the City's comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in 2004; schedules presenting government-wide information include information beginning that year.

CITY OF BELTON, MISSOURI
NET ASSETS BY COMPONENT
LAST SEVEN FISCAL YEARS

	2004	2005	2006	2007	2008	2009	2010
Governmental activities:							
Invested in capital assets, net of related debt							
Restricted	\$ 7,432,997	\$ 13,740,405	\$ 17,204,664	\$ 40,425,839	\$ 45,860,242	\$ 44,789,700	\$ 43,815,404
Unrestricted	2,488,449	8,043,215	6,447,288	22,886,065	22,040,470	15,624,790	17,306,386
	<u>7,661,720</u>	<u>(8,469,007)</u>	<u>(9,162,738)</u>	<u>(27,855,481)</u>	<u>(33,081,658)</u>	<u>(34,537,154)</u>	<u>(36,406,951)</u>
Total governmental activities net assets	\$ 17,583,166	\$ 12,314,613	\$ 14,489,214	\$ 35,456,443	\$ 34,808,854	\$ 25,877,336	\$ 24,716,839
Business-type activities:							
Invested in capital assets, net of related debt							
Restricted	\$ 12,692,067	\$ 13,144,666	\$ 12,979,778	\$ 14,010,176	\$ 13,886,638	\$ 13,879,702	\$ 14,932,985
Unrestricted	3,124,259	824,881	1,629,482	1,075,861	713,910	862,377	720,898
	<u>3,124,259</u>	<u>1,282,244</u>	<u>343,594</u>	<u>(517,361)</u>	<u>709,706</u>	<u>1,349,044</u>	<u>2,729,093</u>
Total business-type activities net assets	\$ 15,816,326	\$ 15,251,781	\$ 14,952,854	\$ 14,589,676	\$ 15,310,254	\$ 16,091,123	\$ 18,362,976
Primary government:							
Invested in capital assets, net of related debt							
Restricted	\$ 20,125,064	\$ 28,885,061	\$ 30,184,442	\$ 54,436,015	\$ 59,746,860	\$ 58,669,402	\$ 58,748,389
Unrestricted	2,488,449	8,868,096	8,076,770	24,061,946	22,754,380	16,487,167	18,029,284
	<u>10,786,979</u>	<u>(8,186,763)</u>	<u>(8,819,144)</u>	<u>(28,472,842)</u>	<u>(32,382,152)</u>	<u>(33,188,110)</u>	<u>(33,677,858)</u>
Total primary government net assets	\$ 33,399,492	\$ 27,566,394	\$ 29,442,068	\$ 50,025,119	\$ 60,118,108	\$ 41,968,459	\$ 43,099,815

Note: GASB #34 was implemented in the 2004 fiscal year, so only seven fiscal years are shown. Ultimately, this schedule will contain information for the last 10 fiscal years.

* Net assets were restated for retroactive infrastructure reporting.

** Net assets were restated for a reclassification of fund type.

CITY OF BELTON, MISSOURI
CHANGES IN NET ASSETS
LAST SEVEN FISCAL YEARS

	2004	2005	2006	2007	2008	2009	2010
Expenses:							
Governmental activities:							
General government	\$ 2,265,304	\$ 2,559,138	\$ 2,783,012	\$ 3,005,903	\$ 3,131,869	\$ 3,657,329	\$ 3,509,200
Public safety	3,383,055	3,610,673	3,921,266	4,193,069	4,905,470	4,951,838	4,917,024
Public works	2,312,234	2,223,050	3,002,343	6,896,887	3,671,068	13,660,997	3,825,745
Fire and emergency services	2,255,406	2,546,112	2,372,938	3,207,616	3,578,419	4,213,434	4,434,509
Civil defense	56,474	52,038	54,129	58,547	98,438	74,716	76,443
Parks and recreation	1,665,115	2,115,161	1,768,933	2,467,190	2,650,579	3,005,796	3,336,468
Community and economic development	2,095,956	7,888,254	961,761	173,443	2,620,822	179,442	444,924
Municipal jail	328,703	372,608	401,754	395,218	419,751	446,595	487,563
Interest on long-term debt	1,383,242	1,624,419	1,648,716	2,735,525	3,388,029	3,544,108	3,635,650
Total governmental activities expenses	19,745,489	22,991,454	17,114,852	23,134,388	24,334,445	33,733,766	25,267,526
Business-type activities:							
Water	3,356,539	3,740,508	3,949,958	4,249,830	4,562,265	4,570,240	4,503,667
Sewer	3,111,216	3,638,249	3,822,717	3,651,381	3,635,451	3,996,395	3,714,566
Golf course	999,015	887,635	1,003,707	1,309,347	1,421,349	1,373,808	1,316,278
Total business-type activities expenses	7,466,770	8,266,392	8,776,382	9,210,568	9,619,065	9,940,444	9,534,511
Total primary government expenses	\$ 23,212,259	\$ 31,257,846	\$ 25,891,234	\$ 32,344,956	\$ 33,953,510	\$ 43,674,210	\$ 34,802,037
Program Revenues:							
Governmental activities:							
Charges for services:							
General government	\$ 2,295,611	\$ 2,536,155	\$ 2,687,202	\$ 2,870,366	\$ 3,018,341	\$ 3,349,177	\$ 3,233,724
Public safety	145,646	146,082	183,991	274,962	327,735	321,534	301,949
Public works	376,596	327,158	577,680	1,718,060	906,468	880,918	233,242
Fire and emergency services	637,519	484,803	578,785	739,790	827,509	888,179	854,472
Parks and recreation	489,626	525,360	584,592	749,393	846,374	1,499,298	2,547,287
Community and economic development	305,305	481,543	936,705	493,400	533,313	463,529	614,678
Municipal jail	100,020	97,548	75,447	57,725	93,684	196,375	276,580
Operating grants and contributions	1,520,749	1,316,916	1,323,239	1,285,878	1,334,595	1,408,883	1,142,413
Capital grants and contributions	10,161	22,251	11,926	14,844	87,030	4,900	288,275
Total governmental activities program revenues	5,881,233	6,137,916	6,659,578	8,204,358	7,954,649	9,092,793	9,472,620
Business-type activities:							
Charges for services:							
Water	3,903,947	3,668,824	3,946,226	4,164,056	4,339,297	4,324,978	4,595,834
Sewer	3,092,992	3,183,749	3,378,946	3,649,866	4,011,188	4,704,234	4,376,473
Golf	818,890	733,717	768,508	880,267	927,882	965,781	847,855
Operating grants and contributions	-	-	-	-	-	-	-
Capital grants and contributions	-	-	-	-	-	-	-
Total business-type activities program revenues	7,815,829	7,586,290	8,093,680	8,744,028	9,278,367	9,994,993	10,420,162
Total primary government program revenues	\$ 13,697,062	\$ 13,724,206	\$ 14,753,258	\$ 16,948,386	\$ 17,233,016	\$ 19,087,786	\$ 19,892,782
Net (Expense)/Revenue:							
Governmental activities	\$ (9,864,256)	\$ (16,853,538)	\$ (10,455,274)	\$ (14,930,040)	\$ (16,379,796)	\$ (24,640,973)	\$ (15,794,906)
Business-type activities	349,059	(680,102)	(482,702)	(465,530)	(340,898)	54,549	885,651
Total primary government net expense	\$ (9,515,197)	\$ (17,533,640)	\$ (10,937,976)	\$ (15,395,570)	\$ (16,720,494)	\$ (24,586,424)	\$ (14,909,255)
General Revenues and Other Changes in Net Assets:							
Governmental activities:							
Taxes:							
Property taxes, levied for general purposes	\$ 1,156,496	\$ 1,059,970	\$ 1,177,913	\$ 1,225,653	\$ 1,252,226	\$ 1,306,224	\$ 1,316,337
Property taxes, levied for specific purposes	1,005,891	972,457	1,108,433	1,580,218	2,278,999	2,504,867	2,420,523
Franchise taxes and other taxes	2,115,455	2,308,913	2,377,285	2,488,383	3,476,835	3,878,180	3,973,556
Sales taxes	6,070,991	6,637,046	7,119,806	7,421,933	7,824,346	7,537,089	6,873,001
Investment earnings	162,114	212,303	361,841	1,004,725	1,464,814	820,048	508,191
Miscellaneous	201,886	281,306	369,597	406,626	230,292	189,544	405,908
Special item-gain (loss) on sale of assets	-	-	-	-	-	113,582	(25,393)
Transfers	115,000	115,000	115,000	115,000	(793,305)	(640,178)	(84,173)
Total governmental activities	10,828,833	11,584,995	12,629,875	14,342,439	15,732,207	15,709,455	15,387,950
Business-type activities:							
Investment earnings	181,126	230,785	298,459	197,354	268,011	85,394	264,722
Miscellaneous	1,432	(229)	314	-	960	148	303,766
Transfers	(115,000)	(115,000)	(115,000)	(115,000)	793,305	640,178	84,173
Total business-type activities	67,558	115,556	183,773	82,354	1,062,276	726,320	652,661
Total primary government	\$ 10,896,391	\$ 11,700,551	\$ 12,813,648	\$ 14,424,793	\$ 16,814,483	\$ 16,435,775	\$ 16,040,611
Change in Net Assets:							
Governmental activities	\$ 964,577	\$ (5,268,543)	\$ 2,174,601	\$ (587,801)	\$ (647,589)	\$ (8,931,518)	\$ (406,956)
Business-type activities	416,617	(564,546)	(288,929)	(384,176)	741,578	780,869	1,538,312
Total primary government	\$ 1,381,194	\$ (5,833,089)	\$ 1,875,672	\$ (971,777)	\$ 93,989	\$ (8,150,649)	\$ 1,131,356

Note: GASB #34 was implemented in the 2004 fiscal year, so only seven fiscal years are shown. Ultimately, this schedule will contain information for the last 10 fiscal years.

CITY OF BELTON, MISSOURI
 FUND BALANCES OF GOVERNMENTAL FUNDS
 LAST SEVEN FISCAL YEARS

	2004	2005	2006	2007	2008	2009	2010
General Fund:							
Reserved	\$ 219,660	\$ 211,654	\$ 210,235	\$ 57,693	\$ 100,704	\$ 96,551	\$ 128,585
Unreserved	<u>2,715,524</u>	<u>2,536,500</u>	<u>2,019,157</u>	<u>2,221,868</u>	<u>2,361,131</u>	<u>2,748,260</u>	<u>2,044,933</u>
Total general fund	\$ <u>2,935,184</u>	\$ <u>2,748,354</u>	\$ <u>2,229,392</u>	\$ <u>2,279,561</u>	\$ <u>2,461,835</u>	\$ <u>2,844,811</u>	\$ <u>2,173,518</u>
All other governmental funds:							
Reserved	\$ -	\$ 1,951,844	\$ 2,255,331	\$ 3,089,550	\$ 4,336,373	\$ 4,420,584	\$ 4,682,848
Unreserved, reported in:							
Special revenue	5,031,716	1,360,247	1,809,350	5,472,510	1,018,829	4,422,899	1,837,362
Capital projects	971,884	2,108,751	234,140	18,952,578	16,591,612	9,821,795	11,040,665
Debt service	<u>1,349,358</u>	<u>3,819,648</u>	<u>3,795,579</u>	<u>943,957</u>	<u>1,109,723</u>	<u>1,382,411</u>	<u>1,584,863</u>
Total all other governmental funds	\$ <u>7,352,958</u>	\$ <u>9,270,490</u>	\$ <u>6,094,400</u>	\$ <u>28,458,595</u>	\$ <u>23,056,537</u>	\$ <u>20,047,689</u>	\$ <u>19,145,748</u>

Note: GASB #34 was implemented in the 2004 fiscal year, so only seven fiscal years are shown. Ultimately, this schedule will contain information for the last 10 fiscal years.

* The City issued \$15,995,000 of GO Bonds for fire safety and storm water improvements.

CITY OF BELTON, MISSOURI
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Revenues:										
Taxes	\$ 8,313,936	\$ 8,517,783	\$ 9,184,724	\$ 10,349,833	\$ 10,976,386	\$ 11,783,437	\$ 12,816,088	\$ 14,830,403	\$ 15,226,359	\$ 14,563,417
Special assessments	39,005	40,010	-	10,181	22,251	11,926	14,844	14,844	8,900	4,247
Licenses and permits	98,748	252,650	314,750	272,527	300,003	450,958	1,465,684	765,598	875,156	206,907
Intergovernmental	1,465,752	2,044,184	1,334,431	1,373,924	1,389,566	1,266,816	1,342,582	1,465,728	1,427,208	1,514,562
Charges for services	1,232,915	1,238,027	1,399,750	1,580,688	1,464,414	1,731,723	2,113,951	2,435,519	3,316,674	4,202,571
Fees and fines	578,689	578,152	678,972	646,565	701,499	740,608	760,603	1,047,051	1,074,381	920,997
Investment earnings	810,103	637,373	403,265	162,114	212,303	361,841	820,448	1,464,814	820,048	508,191
Other	212,582	281,436	233,586	423,728	434,652	448,459	569,310	249,481	290,923	331,121
Interfund charges for support	1,564,508	1,582,573	1,679,597	1,943,289	2,110,035	2,207,357	2,424,516	2,150,108	2,807,713	2,244,752
In lieu of taxes	803,340	895,154	1,179,720	420,305	586,643	751,705	483,400	533,313	562,118	699,327
Total revenues	19,099,588	19,165,352	19,409,805	17,185,144	18,217,772	19,784,832	22,985,673	24,962,016	25,904,580	25,212,762
Expenditures:										
General government	1,551,483	1,634,919	1,974,021	2,103,519	2,395,076	2,620,330	2,848,691	3,001,427	3,166,300	3,178,559
Public safety	2,817,932	2,792,085	2,823,017	3,244,545	3,452,198	3,782,057	4,037,529	4,449,835	4,637,900	4,705,298
Public works	1,473,564	1,889,249	1,610,513	3,840,775	2,484,054	2,937,168	2,640,934	2,483,207	2,477,149	2,481,486
Fire and emergency services	1,617,183	1,703,231	1,760,830	2,031,027	2,343,366	2,676,487	3,015,481	3,421,884	3,635,648	3,979,649
City defense	48,868	42,113	42,229	52,669	48,088	60,078	56,648	56,676	64,370	64,096
Parks and recreation	869,849	1,181,567	1,195,410	1,335,200	1,775,890	1,416,487	2,098,576	2,107,416	2,571,640	3,217,151
Community and economic development	375,914	693,434	3,792,335	2,095,526	7,865,084	638,086	309,624	387,705	525,187	569,773
Municipal jail	285,027	260,266	286,561	328,329	388,228	397,790	392,585	417,902	442,732	478,160
Capital outlay	7,722,124	2,950,863	1,758,309	1,413,766	2,700,450	2,749,838	5,913,015	13,210,101	23,869,267	5,652,366
Debt service										
Principal	1,440,000	1,857,001	2,203,515	1,438,687	4,925,000	2,579,743	1,429,488	10,547,118	2,032,868	2,466,600
Interest and other charges	1,328,042	1,564,821	1,652,834	1,245,259	2,084,604	1,631,839	2,641,129	3,301,029	4,009,217	3,625,384
Total expenditures	19,521,988	18,259,639	19,099,574	19,129,532	30,442,069	21,479,894	28,582,784	43,354,495	47,722,328	30,323,531
Excess of revenues over (under) expenditures	(4,422,408)	(94,287)	(2,690,769)	(1,944,388)	(12,224,296)	(1,695,062)	(2,597,111)	(18,422,479)	(21,817,748)	(5,110,769)
Other Financing Sources (Uses):										
Issuance of long-term debt	-	6,000,000	3,400,000	-	13,955,000	-	22,685,000	13,985,000	19,832,054	4,080,333
Bond refunding proceeds	-	1,615,000	(5,820,000)	-	-	-	-	-	-	-
Paid to escrow agent	-	(1,690,000)	-	-	-	-	-	-	-	-
Premiums on bond issuances	-	2,959,656	1,254,453	1,154,499	1,286,927	1,621,600	231,479	1,570,318	1,191,053	294,916
Transfers in	(5,336,914)	(2,984,655)	(3,169,241)	(3,134,499)	(3,289,927)	(1,621,600)	(1,812,673)	(2,363,623)	(1,831,231)	505,974
Transfers out	(39,000)	5,889,000	(4,431,189)	-	13,955,000	-	23,011,479	13,202,685	19,181,876	(690,147)
Total other financing sources (uses)	(4,461,409)	5,794,713	(7,121,957)	(1,944,388)	17,307,704	(1,695,062)	20,414,368	(5,219,784)	(2,625,672)	(819,593)
Net change in fund balances	14.39%	21.37%	20.50%	14.28%	23.31%	22.48%	20.69%	45.89%	17.67%	24.54%
Debt service as a percentage of noncapital expenditures										

CITY OF BELTON, MISSOURI
TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

FISCAL YEAR ENDED MARCH 31,	PROPERTY	RAILROAD	FRANCHISE	CIGARETTE	SALES TAX	FINANCIAL INSTITUTION	OTHER	TOTAL
2001	\$ 2,100,686	\$ 42,143	\$ 1,924,420	\$ 161,224	\$ 4,093,025	\$ 2,438	\$ -	\$ 8,313,938
2002	1,923,388	40,685	1,917,309	165,036	4,609,860	2,350	-	8,517,783
2003	2,060,764	53,973	1,986,260	165,683	4,938,594	2,738	-	9,184,724
2004	2,106,532	70,734	2,115,465	161,349	5,909,642	2,662	-	10,349,853
2005	1,960,388	58,447	2,306,913	165,871	6,471,175	1,305	-	10,976,366
2006	2,229,838	71,359	2,370,257	170,661	6,956,173	1,051	-	11,783,437
2007	2,828,447	76,443	2,476,721	178,268	7,244,577	5,966	10,730	12,816,088
2008	3,452,782	73,316	3,326,259	172,112	7,652,234	4,503	146,073	14,830,406
2009	3,636,455	68,927	3,878,180	169,411	7,387,677	10,469	86,851	15,226,359
2010	3,663,333		3,662,066	128,586	6,987,757	4,600	56,108	14,563,417
Change 2001-2010	74.39%	63.56%	90.30%	-14.95%	70.97%	88.68%	0.00%	75.41%

Source: City records

CITY OF BELTON, MISSOURI
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(IN PERCENT)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Direct Sales Tax Rate - City of Belton										
General Fund	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
Capital Improvement	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
Parks and Recreation	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
Fire District	-	-	-	-	-	-	-	-	-	-
Transportation	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
Total Direct Sales Tax Rate	2.5000	2.5000	2.5000	2.5000	2.5000	2.5000	2.7500	2.7500	2.7500	2.7500
Total Local Option Sales Tax Rate										
State of Missouri	4.0000	4.0000	4.0000	4.0000	4.0000	4.0000	4.0000	4.0000	4.0000	4.0000
Missouri State Conservation	0.1250	0.1250	0.1250	0.1250	0.1250	0.1250	0.1250	0.1250	0.1250	0.1250
Missouri State Parks and Soil	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000
Cass County	1.0000	1.0000	1.0000	1.2500	1.2500	1.2500	1.2500	1.2500	1.2500	1.2500
City of Belton	2.5000	2.5000	2.5000	2.5000	2.5000	2.5000	2.7500	2.7500	2.7500	2.7500
Total Direct and Overlapping Sales Tax Rate	7.7250	7.7250	7.7250	7.9750	7.9750	7.9750	8.2250	8.2250	8.2250	8.2250

Source: Missouri Department of Revenue

Note: One or more Transportation Development Districts exist within the City which have imposed sales taxes in addition to those that apply to the City as a whole. The districts in existence as of this report are listed as follows:

BTC Transportation Development District

**CITY OF BELTON, MISSOURI
TOTAL CITY TAXABLE SALES BY CATEGORY
CURRENT YEAR AND THE PRIOR THREE YEARS**

Table 7

<u>Sales by Category</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Retail Grocers	\$ 47,379,708	\$ 47,254,117	\$ 43,323,934	\$ 39,424,780
Department Stores	45,689,452	45,861,282	48,607,718	44,233,023
Automotive Parts and Repairs	42,214,002	42,210,138	39,704,357	36,130,965
Eating and Drinking Establishments	36,810,852	36,900,687	40,427,647	36,789,159
Home Repair and Building Supplies	26,868,773	26,812,729	30,124,068	27,412,902
Hardware and Hand Tools	16,570,840	16,458,299	10,873,880	9,895,231
Telephone, Cellular, and Pager Communications	12,263,102	12,211,738	13,943,393	12,688,488
Convenience Stores	11,773,374	11,680,793	12,650,743	11,512,176
Furniture Stores	9,193,870	9,291,540	9,299,408	8,462,461
Utilities, Electrical, and Natural Gas	7,456,406	7,433,232	8,316,211	7,567,752
	<u>\$ 256,220,379</u>	<u>\$ 255,915,555</u>	<u>\$ 257,271,359</u>	<u>\$ 234,116,937</u>

Source: Monthly sales tax distribution reports.

Note: Sales tax detail information not available for years prior to 2007

CITY OF BELTON, MISSOURI
 PRINCIPAL SALES TAX INDUSTRIES
 CURRENT YEAR AND THE PRIOR THREE YEARS

Industry	Percentage of Total City Sales Tax Revenues			
	2007	2008	2009	2010
Retail Grocers	17.85%	17.80%	16.30%	16.43%
Department Stores	17.21%	17.20%	18.20%	18.13%
Automotive Parts and Repairs	15.90%	15.90%	14.90%	15.06%
Eating and Drinking Establishments	13.87%	13.90%	15.20%	14.90%
Home Repair and Building Supplies	10.12%	10.10%	11.30%	11.22%
Hardware and Hand Tools	6.24%	6.20%	4.10%	4.12%
Telephone, Cellular, and Pager Communications	4.52%	4.60%	5.20%	5.29%
Convenience Stores	4.43%	4.40%	4.70%	4.80%
Furniture Stores	3.46%	3.50%	3.50%	3.53%
Utilities, Electrical, and Natural Gas	2.81%	2.80%	2.80%	2.81%
	<u>96.52%</u>	<u>96.40%</u>	<u>96.20%</u>	<u>96.28%</u>

Source: Monthly sales tax distribution reports.

Note: Sales tax detail information not available for years prior to 2007

CITY OF BELTON, MISSOURI
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

FISCAL YEAR ENDED MARCH 31,	ASSESSED VALUE			TOTAL TAXABLE ASSESSED VALUE		TOTAL DIRECT TAX RATE
	RESIDENTIAL PROPERTY	COMMERCIAL PROPERTY	INDUSTRIAL PROPERTY	RESIDENTIAL PROPERTY	INDUSTRIAL PROPERTY	
2001	\$ 79,251,040	\$ 20,236,340	\$ 224,220	\$ 99,711,600		1.44
2002	89,351,220	22,249,666	232,719	111,833,605		1.44
2003	91,104,925	22,563,788	230,124	113,898,837		1.22
2004	108,782,610	29,061,898	274,410	138,118,918		1.01
2005	110,693,990	34,660,338	266,190	145,620,518		1.01
2006	121,506,055	34,943,368	271,320	156,720,743		1.03
2007	124,995,455	38,042,698	268,360	163,306,513		1.30
2008	137,518,750	40,927,538	292,910	178,739,198		1.55
2009	186,456,219	39,780,418	301,697	226,538,334		1.55
2010	186,327,132	39,942,529	296,108	226,565,769		1.57

Source: Cass County Clerk's office

Note: Tax rates are per \$1,000 of assessed value. Property in Cass County is reassessed every five years on average. The County assesses property at approximately 45% of actual value for commercial and industrial property and 35% for residential property.

**CITY OF BELTON, MISSOURI
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS**

FISCAL YEAR	City Direct Rates					Overlapping Rates (a)		
	BASIC RATE	GENERAL OBLIGATION DEBT SERVICE	PARK	TOTAL DIRECT	CASS COUNTY AND OTHERS	BELTON SCHOOL DISTRICT		
2001	\$ 0.54	\$ 0.66	\$ 0.24	\$ 1.44	\$ 1.02	\$ 4.31		
2002	0.54	0.66	0.24	1.44	1.01	3.51		
2003	0.53	0.46	0.23	1.22	0.82	4.71		
2004	0.51	0.23	0.27	1.01	0.84	4.69		
2005	0.51	0.23	0.27	1.01	1.32	5.19		
2006	0.52	0.23	0.28	1.03	0.96	5.15		
2007	0.52	0.23	0.55	1.30	1.31	5.24		
2008	0.52	0.80	0.23	1.55	1.31	5.24		
2009	0.52	0.80	0.23	1.55	0.78	5.25		
2010	0.53	0.80	0.24	1.57	0.78	5.29		

Note: The City's basic property tax rate may be increased only by a majority vote of the City's residents. Rates for debt service are based upon each year's requirement.

(a) Overlapping rates are those at local and county governments that apply to property owners within the City of Belton.

Source: City tax billing records and county aggregate valuations.

**CITY OF BELTON, MISSOURI
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

Table 11

Taxpayer	2010			2001		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Quik Trip Corp.	\$ 7,049,530	1	3.11%	\$ 2,245,350	1	2.17%
Research Belton Hospital	3,168,320	2	1.40%			
Carnegie Village	2,404,959	3	1.06%			
Target	2,216,240	4	0.98%			
Hy-Vee Food Store	2,058,710	5	0.91%	1,257,910	2	1.22%
Home Depot	1,782,990	6	0.79%			
MAP Belton (Belton Marketplace)	1,421,260	7	0.63%			
Lakewood Terrace	1,368,640	8	0.60%			
Kohl's	1,329,810	9	0.59%			
Missouri Gas Energy	1,106,400	10	0.49%			
Plexes Association				1,082,070	3	1.05%
Dickinson, Inc.				849,160	4	0.82%
North Cass Development				747,760	5	0.72%
Sun Communities				686,810	6	0.67%
Cottages of Belton				509,640	10	0.49%
Arc Spec LLC				615,250	8	0.60%
Georgetown Apartments				551,940	9	0.53%
S & S Real Estate-Real Estate Management				618,020	7	0.60%
	<u>\$ 23,906,859</u>		<u>10.58%</u>	<u>\$ 9,163,920</u>		<u>8.87%</u>

Source: City tax billing records.

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended March 31,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2001	\$ 2,008,026	\$ 1,905,664	94.90%	\$ 74,189	\$ 1,979,853	98.60%
2002	1,918,856	1,824,851	95.09%	71,699	1,896,350	98.83%
2003	1,913,089	1,899,667	99.30%	10,332	1,909,999	99.84%
2004	1,837,962	1,782,354	96.97%	32,698	1,815,052	98.75%
2005	2,068,851	2,055,067	99.33%	13,454	2,068,521	99.98%
2006	2,098,170	2,073,450	98.82%	23,985	2,097,435	99.96%
2007	2,742,408	2,733,901	99.69%	7,936	2,741,837	99.98%
2008	3,339,883	3,337,529	99.93%	1,805	3,339,334	99.98%
2009	3,487,422	3,402,889	97.58%	81,340	3,484,229	99.91%
2010	3,470,748	3,438,540	99.07%	-	3,438,540	99.07%

Source: City's tax billing records.

CITY OF BELTON, MISSOURI
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ended March 31,	Governmental Activities					Business-Type Activities					Total Primary Government	Percentage of Personal Income	Per Capita
	Capital Lease	Notes Payable	Tax Revenue Bonds	Sales Revenue Bonds	General Obligation Bonds	Certificates of Participation	Revenue Bonds	Certificates of Participation	Capital Leases	SRF Loan			
2001	\$ -	\$ -	\$ -	\$ 5,825,000	\$ 8,044,202	\$ 10,000,000	\$ 6,755,000	\$ 2,300,000	\$ -	\$ -	\$ 32,724,202	8.55%	1,495
2002	-	-	8,460,000	5,395,000	13,117,201	9,255,000	5,920,000	2,235,000	-	-	35,882,201	9.20%	1,634
2003	-	-	8,140,000	6,140,000	6,025,667	8,515,000	5,275,000	2,155,000	-	-	30,433,667	7.20%	1,383
2004	-	90,900	16,140,000	16,140,000	3,673,000	7,750,000	4,600,000	2,065,000	-	-	28,430,000	6.35%	1,254
2005	-	86,157	16,720,000	16,720,000	3,330,000	7,035,000	4,075,000	1,970,000	-	-	35,640,000	5.32%	1,539
2006	-	81,659	22,780,000	22,780,000	4,965,000	6,255,000	3,675,000	3,900,000	-	-	34,891,157	4.92%	1,469
2007	-	78,981	18,180,000	18,180,000	20,480,000	5,810,000	3,250,000	3,180,000	-	-	55,651,659	7.45%	2,256
2008	79,894	2,723,363	18,740,000	18,740,000	19,835,000	13,600,550	2,795,000	3,131,450	1,235,941	-	59,662,932	10.48%	2,364
2009	289,044	2,572,746	18,185,000	18,185,000	22,235,000	29,788,450	2,310,000	3,628,556	1,683,740	-	76,821,997	13.16%	3,036
2010	-	-	-	-	-	26,827,650	1,795,000	2,923,350	923,063	-	77,746,873	13.65%	3,135

Note 1: Details regarding the City's outstanding debt can be found in the Notes to Financial Statements

Note 2: See Table 18 for personal income and population data for the City. These ratios are calculated using personal income and population for the prior calendar year.

**CITY OF BELTON, MISSOURI
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

Fiscal Year Ended March 31,	<u>GENERAL BONDED DEBT OUSTANDING</u>		Percentage of Actual Taxable Value of Property	Per Capita
	General Obligation Bonds			
2001	\$	8,044,202	8%	367.38
2002		13,117,201	12%	597.32
2003		6,028,687	5%	273.89
2004		5,675,000	4%	250.32
2005		5,330,000	4%	223.91
2006		4,955,000	3%	205.40
2007		20,480,000	13%	830.16
2008		19,835,000	11%	793.24
2009		19,160,000	8%	756.21
2010		22,235,000	10%	896.50

Note 1: Details regarding the City's outstanding debt can be found in the Notes to Financial Statements.

Note 2: See Table 9 for the City's property value data.

Note 3: City population can be found in Table 18.

**CITY OF BELTON, MISSOURI
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
March 31, 2010**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Belton School District	\$ 47,030,000	89.00%	\$ 41,856,700
Little Blue Valley Sewer District	87,345,000	3.99%	<u>3,485,066</u>
			45,341,766
City governmental activities direct debt			<u>22,235,000</u>
Total direct and overlapping debt			<u>\$ 67,576,766</u>

Note: Overlapping governments are those that coincide, at least in part, with the geographical boundaries of Belton.

This schedule estimates the portion of outstanding debt of those overlapping governments that is born by the residents and businesses of Belton. The percentages were estimated using taxable assessed property values.

For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed value that is within the City's boundaries and dividing it by each unit's assessed value.

Source: Outstanding debt obtained from the Belton School District and the Little Blue Valley Sewer District .

**CITY OF BELTON, MISSOURI
COMPUTATION OF LEGAL DEBT MARGIN
March 31, 2010**

Assessed value, March 31, 2010 (3)	\$ 226,565,769
Constitutional debt limit:	
Ordinary (1)	\$ 22,666,577
Additional (2)	\$ 45,313,154
Less:	
General Obligation Bonds payable	\$ 22,235,000
Cash and securities available for retirement	1,584,663
Legal debt margin	\$ 24,663,037

(1) Article VI, Section 26(b) and (c) of the state constitution permits the City, by vote of two-thirds of the voting electorate, to incur an indebtedness for the City purposes not to exceed 10% of the taxable tangible property therein as shown by the last completed assessment.

(2) Article VI, Section 26(d) and (e) of the state constitution provides that the City may become indebted, not exceeding in the aggregate of (1) above and an additional 10% for the purposes of acquiring rights-of-way, constructing, extending and improving streets and avenues and/or sanitary or storm systems, and purchasing or constructing waterworks, electric or other plants, provided that the total general obligation indebtedness of the City does not exceed 20% of the assessed valuation.

(3) Represents most current assessment (includes both real estate and personal property) as provided by the County Clerk.

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Debt limit	\$ 26,777,627	\$ 32,106,692	\$ 31,564,630	\$ 37,035,400	\$ 40,472,210	\$ 40,821,070	\$ 42,166,194	\$ 44,109,125	\$ 45,307,677	\$ 45,313,154
Total net debt applicable to limit	6,944,000	5,364,295	4,300,572	4,910,873	4,563,534	4,200,212	19,536,043	18,725,277	17,777,589	20,650,117
Legal debt margin	\$ 22,733,627	\$ 26,742,397	\$ 27,264,058	\$ 32,124,527	\$ 35,908,676	\$ 36,620,858	\$ 22,632,151	\$ 25,383,848	\$ 27,530,088	\$ 24,663,037
Total net debt applicable to the limit as a percentage of debt limit	21.00%	16.71%	13.62%	13.25%	11.25%	10.29%	46.33%	42.45%	39.24%	45.57%

CITY OF BELTON, MISSOURI
PLEGGED REVENUE COVERAGE
LAST TEN FISCAL YEARS

Fiscal Year Ended March 31	Water Revenue Bonds					Sewerage Revenue Bonds				
	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Principal	Coverage	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Principal	Coverage
2001	\$ 3,536,064	\$ 2,838,153	\$ 597,901	\$ 425,000	13.33	\$ 2,874,897	\$ 2,429,924	\$ 144,773	\$ 365,000	\$ 448,769
2002	3,698,633	2,744,369	954,264	445,000	12.66	2,786,888	2,497,546	289,341	390,000	423,516
2003	3,636,424	2,808,287	828,137	230,000	6.08	2,818,246	2,515,378	402,867	415,000	280,179
2004	-	-	-	-	-	3,092,992	2,619,472	473,520	475,000	286,224
2005	-	-	-	-	-	3,183,749	3,091,263	92,486	725,000	24,611
2006	-	-	-	-	-	3,378,948	3,184,153	194,795	775,000	33,031
2007	-	-	-	-	-	3,699,666	3,157,002	542,664	425,000	29,666
2008	-	-	-	-	-	4,011,188	3,170,821	840,367	455,000	16,966
2009	-	-	-	-	-	4,704,234	3,479,326	1,224,908	485,000	13,571
2010	-	-	-	-	-	4,976,473	3,236,001	1,740,472	525,000	12,921

Note 1: Details regarding the City's outstanding debt can be found in the Notes to Financial Statements. Operating expenses do not include interest, depreciation, or amortization expenses.

**CITY OF BELTON, MISSOURI
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	Population	Personal Income	Per Capita Income	Median Age	School Enrollment	Unemployment Rate
2001	21,896	\$ 380,815,232	\$ 17,392	33.2	4,598	3.3%
2002	21,960	\$ 390,009,600	\$ 17,760	33.5	4,647	4.1%
2003	22,011	\$ 422,831,310	\$ 19,210	34.0	4,545	4.3%
2004	22,671	\$ 447,978,960	\$ 19,760	33.7	4,752	7.0%
2005	23,804	\$ 688,697,328	\$ 28,932	34.1	4,727	6.7%
2006	24,124	\$ 711,923,364	\$ 29,511	34.3	4,590	5.2%
2007	24,670	\$ 742,591,670	\$ 30,101	35.0	4,800	6.0%
2008	25,005	\$ 571,139,205	\$ 22,841	36.1	5,000	5.7%
2009	25,337	\$ 584,499,253	\$ 23,069	32.6	5,113	11.3%
2010	24,802	\$ 569,503,524	\$ 22,962	33.8	5,075	13.1%

Sources: Belton School District
Missouri Division of Employment Security
Mid-America Regional Council

Note: Population and median age are based on surveys conducted during the year. Personal income information is a total for the year. Unemployment rate information is an adjusted yearly average. School enrollment is based on the census at the start of the school year.

CITY OF BELTON, MISSOURI
 PRINCIPAL EMPLOYERS
 CURRENT YEAR AND NINE YEARS AGO

Table 19

Employer	2010			2001		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Quik 'N Tasty	745	1	6.27%	275	2	2.20%
Belton School District	674	2	5.67%	500	1	4.00%
City of Belton	361	3	3.04%	135	8	1.08%
Hj-Vee	330	4	2.76%	250	3	2.00%
Research Belton Hospital	238	5	2.00%	195	4	1.56%
Adesa Auto Auction	150	6	1.26%			
Beautiful Savior Home	141	7	1.19%	136	6	1.09%
ROM	109	8	0.92%	100	9	0.80%
Kohl's	105	9	0.86%			
Home Depot	102	10	0.86%			
Price Chopper				154	7	12.52%
Target				185	5	1.48%
Crabtree-Harmon				43	10	0.34%
	<u>2,955</u>		<u>24.87%</u>	<u>1,973</u>		<u>27.07%</u>

Source: City Economic Development Department

CITY OF BELTON, MISSOURI
 FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS

Function/Program	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General government	20	19	20	20	20	21	21	20	20	19
Public safety	51	51	51	51	51	70	55	64	62	60
Public works	19	19	18	19	22	22	23	22	24	21
Fire and emergency services	28	27	27	31	33	33	33	41	45	45
Civil defense	1	1	1	1	1	1	1	1	1	1
Parks and recreation	11	11	11	9	10	11	11	15	16	15
Community and economic development	1	1	1	2	3	3	3	3	3	3
Municipal jail	8	8	8	8	8	8	8	8	8	8
Water	9	9	9	10	11	11	11	11	11	11
Sewer	10	10	10	12	11	11	11	13	12	11
Golf course	-	-	-	-	3	3	10	5	5	5
Total	156	156	156	163	173	194	187	203	207	199

Source: City Finance Department

Note: A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave). Full-time equivalent employment is calculated by dividing total labor hours by 2,080.

CITY OF BELTON, MISSOURI
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General government ^a										
Public safety ^a										
Arrests	3,413	2,482	2,652	3,486	3,527	3,681	3,511	3,246	3,660	2,720
Traffic citations	5,798	-	6,991	6,875	5,383	7,084	7,049	8,099	8,751	9,152
Public works ^a										
Asphalt overlay (miles)	-	-	-	-	-	-	0.75	-	5.54	2.28
Sidewalks (feet)	-	-	-	-	-	-	3,500	2,987	1,662	1,512
Curbs (feet)	-	-	-	-	-	-	660	1,378	1,346	2,676
Fire and emergency services ^a										
Emergency responses	-	2,962	2,901	2,943	3,108	3,077	3,099	2,978	3,004	2,667
Fires	-	188	172	171	171	143	151	78	19	84
Inspections	-	191	331	275	163	187	382	408	588	677
Parks and recreation ^a										
Athletic fields	10	12	10	7	8	6	9	9	9	9
Baseball/softball diamonds	4	9	9	9	11	11	11	11	11	11
Football/soccer fields	7	7	7	7	7	7	7	7	7	7
Community Center admissions	-	74,969	65,717	64,044	73,438	84,384	110,729	124,680	164,422	228,978
Community and economic development ^a										
Code violations	-	-	-	2,504	2,501	2,709	3,415	2,694	2,136	1,773
Tickets issued	-	-	-	196	444	94	236	220	97	185
Commercial building permits	26	35	11	14	7	37	17	28	4	1
Residential building permits	241	137	57	139	152	172	186	64	14	47
Municipal jail										
Inmates	2,766	2,741	3,005	3,298	3,184	3,566	3,352	3,575	3,536	3,551
Water ^a										
Water main breaks	48	25	38	61	35	30	45	42	21	11
New connections	205	30	218	162	194	346	250	133	46	35
Average daily use	1,776,663	1,774,805	1,862,766	1,923,456	1,794,090	1,896,759	2,013,089	1,931,801	1,242,000	1,838,608
Average daily maximum use	2,316,483	2,510,737	2,949,813	3,203,773	2,389,130	2,743,427	2,889,427	2,349,143	2,283,000	2,301,656
Capacity of water plant per day (gallons)	4,500,000	4,500,000	5,300,000	5,300,000	5,300,000	5,300,000	5,300,000	5,300,000	5,300,000	5,300,000
Water storage capacity per day (gallons)	3,800,000	3,800,000	3,800,000	3,800,000	3,800,000	3,800,000	3,800,000	3,800,000	3,800,000	3,800,000
Sewer										
Average daily flow (million gallons)	0.48	0.80	0.61	0.59	1.69	1.49	0.92	1.54	1.59	1.58
Treatment plant average load per day	1,300,000	1,300,000	1,700,000	1,700,000	1,700,000	1,600,000	1,500,000	1,728,700	1,449,000	1,500,000
Treatment plant capacity per day	2,460,000	2,400,000	2,400,000	2,400,000	2,400,000	2,400,000	2,400,000	2,400,000	2,400,000	2,400,000
Golf course ^a										
Rounds	-	32,091	30,102	26,595	24,613	25,609	26,516	26,778	26,963	22,811

^a Indicators were not available for all years
^b Indicators were not available for this function

Source: Various City departments

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General government										
Public safety										
Police stations	1	1	1	1	1	1	1	1	1	1
Patrol units	7	7	9	9	9	9	9	9	9	9
Public works										
Streets (miles)	145	145	148	148	214	216	216	217	336	336
Street lights	808	808	889	889	978	978	1,066	1,072	1,100	1,100
Fire and emergency services										
Fire stations	1	1	1	1	1	1	1	2	2	2
Civil defense										
Parks and recreation										
Community center	1	1	1	1	1	1	1	1	1	1
Acresage	168	168	168	168	168	168	168	168	168	168
Playgrounds	4	5	5	11	11	11	11	11	11	11
Community and economic development										
Municipal jail	1	1	1	1	1	1	1	1	1	1
Water										
Fire hydrants		1,063	1,083	1,098	1,108	1,133	1,163	1,159	1,216	1,216
Sewer										
Sanitary sewers (miles)	122	122	122	122	122	122	122	124	124.25	124.25
Storm sewers (miles)	30	30	45	45	48	48	48	48	48	48
Golf course	1	1	1	1	1	1	1	1	1	1

Source: Various City departments