

CITY OF BELTON, MISSOURI

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**FOR THE YEAR ENDED
MARCH 31, 2013**

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

Jeff Davis Mayor
Scott VonBehren Ward I
Jeff Fletcher..... Ward I
Chet Trutzel..... 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

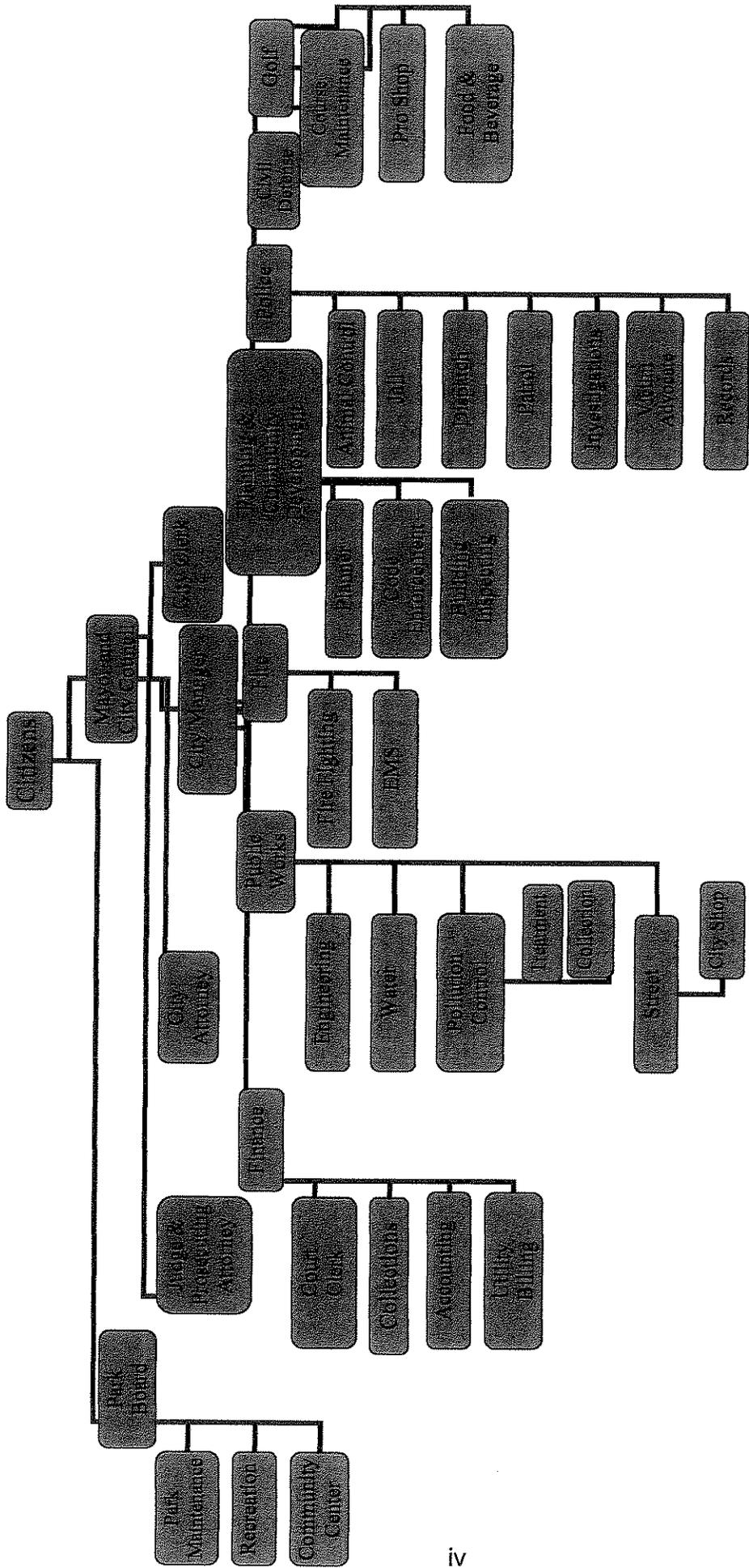
James Person Police Chief

ADMINISTRATION

Ron Trivitt City Manager

Independent Certified Public Accountants Troutt, Beeman & Co., P.C.

City of Belton, Missouri
Organization Chart





CITY OF BELTON

506 Main Street
Belton, MO 64012

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

October 24, 2013

To the Honorable Mayor, Members of the City Council,
City Manager, and Citizens of the City of Belton, Missouri:

Management Responsibility

The Comprehensive Annual Financial Report (CAFR) of the City of Belton, Missouri (the City), for the fiscal year ended March 31, 2013, is hereby submitted for your review. This report was prepared by the Finance Department in close cooperation with the external auditor, Troutt, Beeman & Co., P.C. The responsibility for the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rest with the City. We believe the data, as presented, is accurate in all material aspects, that it is presented in a manner designed to fairly set forth 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. Management's Discussion and Analysis ("MD&A") immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

The Financial Reporting Entity

This report is prepared in accordance with accounting principles generally in conformance with the standards of financial reporting set forth by the Governmental Accounting Standards Board (GASB), and the guidelines recommended by the Government Finance Officers Association (GFOA). This financial report includes all the funds of the City. The City provides a full range of services including police and fire protection; emergency medical services; water and wastewater services; traffic regulation and municipal court services; construction and maintenance of highways, streets and bridges, and recreational activities.

Accounting Controls

Management of the City is responsible for establishing and maintaining an internal control designed to ensure that the assets of the government are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. The internal control is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of

reasonable assurance recognizes that (1) the cost of control should not exceed the benefits derived and (2) the valuation of costs and benefits require estimates and judgments by management.

The accounts of the City are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts, which comprise its assets, liabilities, equities, revenues and expenditures, or expenses. The various funds are grouped by type in the basic financial statements.

Accounting records for the City's general governmental operations are maintained on an accrual basis with the revenues being recorded when measurable and available, and expenditures being recorded when the liability is incurred. The City's accounting records for proprietary funds are also maintained on the accrual basis.

Budgetary Controls

The city manager is responsible for the annual preparation of a budget for the upcoming fiscal year based on estimated revenues and projected service level needs. The major focus of the budget is preparation of a financing plan based on available resources. The revenue forecast identifies the various revenue sources to be used in funding municipal services and forecasts the amount of revenue to be produced. City service levels are then established based on the revenue forecast.

The formal budget document is reviewed by the City Council and is formally adopted by the passage of a budget ordinance each March with the budget to become effective on April 1 of the next year. Once adopted, the finance department monitors the budget on a monthly basis. Operating budgets are monitored on a department level basis. Under this form of budget control, an individual division or department may exceed budgeted amounts for that division or department so long as the fund as a whole does not exceed budgeted funds. Any expenditure that will cause a fund to exceed the total fund budget must be approved by the City Council through a budget amendment ordinance or resolution.

Capital budgets are monitored on a project basis. Any expenditure, which would cause a project to exceed budgeted amounts, must be approved by the City Council through a budget amendment ordinance or resolution.

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 23,864. 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 is supplied 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.

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 Pet Smart 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, 2012. 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 Davis, 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,

Sheila Ernzen, CPA
Director of Finance



Government Finance Officers Association

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, 2012

Executive Director/CEO

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INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

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 and for the year ended March 31, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting principles used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

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, 2013, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 7 through 17, Missouri Local Government Employees Retirement System--Schedule of Funding Progress on page 82, and Budgetary Comparison Schedules on pages 83 through 88 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 management's 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.

Other Information

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 combining and individual non-major fund financial statements and other schedules, listed in the table of contents as supplemental information, and the other information, such as the introductory and statistical section 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 relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic 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, this information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The accompanying introductory, statistical sections and other schedules, as listed in the table of contents, have not been subjected to the 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.

A handwritten signature in cursive script, appearing to read "Travis A. Brown".

Harrisonville, Missouri
October 24, 2013

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MANAGEMENT'S DISCUSSION AND ANALYSIS

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CITY OF BELTON

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Belton, MO 64012

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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, 2013. 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

- The City's assets exceeded its liabilities at the close of the fiscal year by \$46,373,406 (net position). Of the assets that may be used to meet the City's ongoing obligations to citizens and creditors (unrestricted net position), the City had a deficit amount of \$29,503,915. This is predominantly due to the recording of certain Tax Increment Financing (TIF) debt obligations in which the City must record the debt liability, but has no offsetting assets.
- The City's total net position increased approximately \$1.7 million during fiscal 2013. Of this amount, the City's "governmental" activities net position decreased 2.9% or \$.7 million and the City's "business-type activities" net assets increased 11.7% or \$2.4 million.
- The City's governmental funds have a combined fund balance at March 31, 2013, of \$15.5 million; a decrease of \$5.2 million in comparison with the prior year.
- None of the combined governmental fund balances of \$15.5 million is available for spending at the government's discretion (unassigned fund balance). Of the remaining balance, \$13.7 million is restricted for use in special revenue and capital projects funds and \$1.8 million has been committed by the City Council as a reserve fund.
- At the end of the current fiscal year, the General Fund had a fund balance of \$1.8 million, or 13.6% of the total General Fund expenditures.
- \$8 million in Tax Increment Financing Bonds were issued during the fiscal year to finance developer obligations in two separate Tax Increment Financing redevelopment areas.
- The Golf fund required a transfer of funds in the amount of \$239,486 from the General Fund to cover revenue shortfalls in the fund.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is provided as an introduction to the City's *Basic Financial Statements*. The Basic Financial Statements contain three components: government-wide financial statements, fund financial statements, and notes to the financial statements. This report also 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.

Government-Wide Statements

The government-wide financial statements include the statement of net position and the statement of activities. These statements are designed to provide readers with a broad overview of the City's finances in a manner similar to a private-sector business.

The statement of net position presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. 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 statement of activities presents information showing all the government's revenues and expenses for the fiscal year, regardless of the timing of related cash flows. All changes in net position are reported as soon as the underlying event giving rise to the change occurs and may result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation and sick leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include public safety, public works, parks and recreation, community development, and general administration. The business-type activities for the City include water, sewer, and Eagles' Landing Golf Course.

Fund Financial Statements

The fund financial statements provide more detailed information about the City's most significant *funds*, not the City as a whole. A fund is a grouping of related accounts that is used to keep track of and segregate specific sources of funding and spending for particular purposes. The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The funds of the City can be divided into the following two categories: governmental funds and proprietary funds.

Governmental Funds: Most of the City's basic services are reported in governmental funds which focus on how cash flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can be readily converted to cash.

The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The relationships or differences of activities reported in the governmental fund financial statement versus that reported in the government-wide financial statements are explained in the reconciliation schedules following the governmental fund financial statements.

Proprietary funds: Services for which the City charges customers a fee to cover the cost of operations are generally reported in proprietary funds. Proprietary fund statements, like the government-wide financial statements, provide both long-term and short-term financial information. The City's proprietary fund Statement of Net Position and Statement of Revenues, Expenses, and Changes in Net Position is the same as the business-type activities reported in the government-wide financial statements but provides more detail and additional information, such as cash flow information, for proprietary funds.

Notes to Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information that further explains and supports the information in the financial statements, including budgetary comparison schedules. In addition to these required components, a section is included with combining statements that provide fund level detail about the City's non-major governmental funds.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

As discussed earlier, net position may serve as one useful indicator of a government's financial condition. As of March 31, 2013, the City's total net assets were \$46,373,406. Table A provides a summary of the City's governmental and business-type net assets comparing fiscal years 2012 and 2013.

Table A
Combined Statement of Net Assets

	Governmental Activities		Business-type Activities		Total	
	2012	2013	2012	2013	2012	2013
Assets						
Current and other assets						
Cash and other assets	\$ 23,091,668	\$ 18,553,383	\$ 7,830,139	\$ 7,928,682	\$ 30,921,807	\$ 26,482,065
Total capital assets	88,295,839	92,371,579	21,390,704	22,742,133	109,686,543	115,113,712
Total assets	<u>\$ 111,387,507</u>	<u>\$ 110,924,962</u>	<u>\$ 29,220,843</u>	<u>\$ 30,670,815</u>	<u>\$ 140,608,350</u>	<u>\$ 141,595,777</u>
Liabilities						
Current and other liabilities	\$ 5,298,141	\$ 6,440,191	\$ 1,980,418	\$ 1,358,654	\$ 7,278,559	\$ 7,798,845
Long-term debt outstanding	81,969,216	81,051,342	6,693,787	6,372,184	88,663,003	87,423,526
Total liabilities	<u>\$ 87,267,357</u>	<u>\$ 87,491,533</u>	<u>\$ 8,674,205</u>	<u>\$ 7,730,838</u>	<u>\$ 95,941,562</u>	<u>\$ 95,222,371</u>
Net Position						
Net Investment in Capital						
Assets	\$ 48,289,894	\$ 53,804,643	\$ 14,547,540	\$ 16,756,578	\$ 62,837,434	\$ 70,561,221
Restricted:						
Other purposes	3,449,126	3,048,536	-	-	3,449,126	3,048,536
Debt Service	2,206,874	2,397,487	392,373	23,363	2,599,247	2,420,850
Unrestricted	(29,825,744)	(35,817,237)	5,606,725	6,160,036	(24,219,019)	(29,657,201)
Total net position	<u>\$ 24,120,150</u>	<u>\$ 23,433,429</u>	<u>\$ 20,546,638</u>	<u>\$ 22,939,977</u>	<u>\$ 44,666,788</u>	<u>\$ 46,373,406</u>

At the end of the current fiscal year, the City's total net position of \$46.4 million increased \$1.7 million from the prior year. Of this \$46.4 million, \$23.4 million is attributed to governmental activities, and \$23 million is attributable to business-type activities.

The City's total unrestricted net position at the end of fiscal year 2013 were negative \$29.7 million. While the unrestricted net position for the City's business-type activities were positive by \$6.2 million, unrestricted net assets for governmental activities were negative \$35.8 million. The negative balance is due to the City incurring debt and development obligations that must be recorded as liabilities but have no offsetting asset. The majority (69.8%) is the direct result of the City's Tax Increment Financing (TIF) debt and development obligations that is paid with incremental revenue generated within the redevelopment area over the life of the TIF plan. If the life of the TIF plan expires before the obligations are repaid, there will be no further obligation to the City to continue making payments and the obligations will be written off. The balance is mainly the result debt issued to make improvements to the Highway Y/71 interchange which is owned by the state. Those improvements benefited the City by helping to encourage development and will be repaid with special purpose property tax revenues, which will be collected over time and used to retire the debt issuance.

The City has a net position of \$2.4 million which is restricted for debt service. These funds are being held to pay off bonds and are restricted by bond covenants. Additionally, the City has a net position of \$3.0 million that is to be used for capital projects and other purposes.

The largest category of the City's net position, \$70.6 million (152%) reflects its investment in capital assets (e.g. land, infrastructure, buildings, machinery and equipment), less any related outstanding debt used to acquire those assets. The City uses these capital assets to provide

services to its 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 since the capital assets themselves cannot be used to liquidate these liabilities.

Changes in Net Assets

Table B reflects the changes in net assets of the City's activities for the years ending March 31, 2012 and 2013.

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

	Governmental Activities		Business-type Activities		Total	
	2012	2013	2012	2013	2012	2013
Revenues						
<u>Program Revenues</u>						
Charges for Services	\$ 10,679,506	\$ 8,350,786	\$ 10,974,371	\$ 12,047,145	\$ 21,653,877	\$ 20,397,931
Operating Grants and Contributions	1,440,111	1,121,040	-	429,377	1,440,111	1,550,417
Capital Grants and Contributions	2,327,152	898,372	-	-	2,327,152	898,372
<u>General Revenues</u>						
Taxes:						
Property Taxes-general purposes	1,364,406	1,386,129	-	-	1,364,406	1,386,129
Property Taxes-specific purposes	2,863,504	3,131,573	-	-	2,863,504	3,131,573
Franchise Taxes	3,878,950	3,916,319	-	-	3,878,950	3,916,319
Sales Taxes	7,570,862	7,800,102	-	-	7,570,862	7,800,102
Unrestricted Investment Earnings	94,134	70,551	104,297	80,786	198,431	151,337
Miscellaneous	773,558	591,949	17,854	1,100	791,412	593,049
Total Revenues	30,992,183	27,266,821	11,096,522	12,558,408	42,088,705	39,825,229
Expenses						
Governmental Activities:						
General Government	3,456,790	3,349,566	-	-	3,456,790	3,349,566
Fire and Emergency Services	4,466,787	4,533,791	-	-	4,466,787	4,533,791
Public Safety	5,353,171	5,250,999	-	-	5,353,171	5,250,999
Public Works	3,659,723	4,156,822	-	-	3,659,723	4,156,822
Civil Defense	84,630	86,877	-	-	84,630	86,877
Municipal Jail	585,758	510,289	-	-	585,758	510,289
Parks and Recreation	3,992,549	4,109,367	-	-	3,992,549	4,109,367
Community Development	5,857,933	1,106,772	-	-	5,857,933	1,106,772
Interest on Long-term Debt	4,136,459	4,528,303	-	-	4,136,459	4,528,303
Business-type Activities	-	-	10,315,143	10,289,547	10,315,143	10,289,547
Total Expenses	31,593,800	27,632,786	10,315,143	10,289,547	41,908,943	37,922,333
Changes in net position before transfers	(601,617)	(365,965)	781,379	2,268,861	179,762	1,902,896
Transfers & Loss on Disp of Assets	(309,975)	(320,758)	309,975	124,486	-	(196,272)
Changes in net position	(911,592)	(686,723)	1,091,354	2,393,347	179,762	1,706,624
Net Position at beginning of year	25,031,744	24,120,152	19,455,276	20,546,630	44,487,020	44,666,782
Net Position at end of year	\$ 24,120,152	\$ 23,433,429	\$ 20,546,630	\$ 22,939,977	\$ 44,666,782	\$ 46,373,406

The City's net position increased by \$1.7 million for the fiscal year ended March 31, 2013. In comparison, the City's net position increased \$.2 million for the fiscal year ended March 31, 2012.

To determine the functional cost of the City, the Statement of Activities demonstrates the net cost of each major activity of the City. The purpose of this statement is to measure the gross expenses of \$37.9 million (including depreciation charges), against charges for services and grants and contributions of \$22.8 million. The end result is a net cost of \$15.1 million to taxpayers. In fiscal year 2013, property taxes funded \$4.5 million of these costs, sales tax funded \$7.8 million of these costs, and franchise taxes funded \$3.9 million of these costs, while interest earnings, developer agreement obligation adjustments, and other miscellaneous revenues and transfers totaling \$.7 million covered a portion of the remaining costs

Governmental Activities: Governmental activities decreased the City's net position by \$.7 million. Total revenues from governmental activities decreased by \$3.7 million and governmental activity expenses decreased \$4 million from the prior fiscal year.

Total governmental activities' revenue for the fiscal year was \$27.3 million. Charges for services, (e.g. ambulance fees, street impact fees, membership fees, entrance fees to the City's community center, and outdoor water park) account for 31% of the governmental activities revenue and decreased \$2.3 million from the prior fiscal year. The decrease was due to one-time payments of street impact fees and building permit fees resulting from expansion and new development projects, as well as a one-time special payment from a developer for infrastructure improvements in one of the areas being developed having been received in the prior year.

Sales taxes account for 29% of the total revenues related to governmental activities and increased 3% (\$.2 million) over the prior fiscal year to \$7.8 million. This was due to an increase in retail and restaurant sales in the area and an increase in motor vehicle sales by residents. Property taxes account for 17% of the governmental activities revenue and they increased 6.9% (\$.3 million) to \$4.5 million mainly due to an increase in the City's property tax levy for general obligation debt. The general obligation debt service levy was increased due to the City issuing additional voter approved general obligation bonds during the prior year. Revenues from capital grants and contributions decreased \$1.4 million (61.4%) from the prior fiscal year. This was due to a decrease in CDBG and STP grant funds for storm water projects, trails, roads, and property rehabilitation, as these projects have reached or are nearing completion.

Franchise tax revenue was flat when compared to last fiscal year.

Total governmental activities' expense for the fiscal year was \$27.6 million. Community Development expense decreased \$4.8 million (81.1%) from the last fiscal year to \$1.1 million. This is mainly attributable to development obligations that were committed to by the City during fiscal year 2012 in TIF redevelopment areas. Public Works expense increased \$.5 million (13.6%) over last year. This was due to the construction of a new section of Markey Parkway (a street) being built. Interest on long-term debt also increased from the prior fiscal year by 9.5% (\$.4 million) to \$4.5 million. This was due to the Series 2012 Tax Increment Financing Bonds that were issued July 27, 2012, and October 29, 2012.

Business-type Activities: Business-type activities increased the City's net position by \$2.4 million. Key elements of this increase are as follows:

The Sewer Fund recorded an increase of \$1.9 million in net position for the year. Revenues from user fees increased 6.7% with a City rate increase of 5% from last year. Operating expenses decreased 4.1% from the prior fiscal year. Maintenance and repair expense decreased 49.6% from the prior year, but sewer treatment costs supplied by Little Blue Valley Sewer District rose 6.3%, personnel services decreased 12%, due to management restructuring and contractual services decreased 17.3%. The Sewer Fund's operating income was \$2 million for fiscal year 2013, a 33.3% increase over operating income of \$1.5 million for fiscal year 2012.

The Water Fund recorded an increase of \$.6 million in net assets for the year. Revenue from customer user fees increased 13.6% due to both a City rate increase of 11.8% and area drought conditions. Operating expenses increased 4.9% over fiscal year 2012 expenses. The increase in operating expenses is mainly attributable to an increase of 11.2% in water supply costs from Kansas City, Missouri. Personnel expenses decreased 16.6% from last year due to a management restructuring. Operating income at March 31, 2013, was \$1 million which is a 84.6% increase over the \$.6 million operating income in fiscal year 2012.

The City's Eagles' Landing Golf Course realized a decrease in net assets of \$82,891 (42.5%). Revenues of \$793,693 increased over fiscal year 2012 revenues of \$756,708 due to more rounds of golf being played at the golf course and an increase in retail and grill sales. Operating expenses for fiscal year 2013 decreased \$.1 million or 10.6% over the prior year. The loss from operations in fiscal year 2013 was \$189,259, 44.7% less than the loss of \$342,184 in fiscal year 2012.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

Governmental Funds Overview: As noted earlier, the City of Belton uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. 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.

At the end of fiscal year 2013, The City of Belton reported a combined fund balance of \$15.5 million in the governmental funds, a decrease of \$5.1 million from the previous year. None of this total amount (0%) constitutes unassigned fund balance. Unassigned fund balance is the portion of fund balance which is available for spending at the City's discretion. The majority of fund balance is restricted (\$13.7 million) by externally imposed constraints such as laws and regulations. The remaining fund balance, \$1.8 million, has been committed by the City Council with a formal resolution that requires a 15% General Fund fund balance reserve requirement. The City Council passed a resolution to temporarily allow the City's General Fund fund balance reserve requirement to drop below the 15% level in order to provide interim funding for the construction of Markey Parkway Phase 3A (Resolution 2012-73).

The General Fund, Park Fund, Belton Town Centre – TIF fund, Debt Service – General Obligation Bond Fund, and Storm Water Projects Fund are the City's five major governmental funds.

General Fund. The General Fund is the chief operating fund of the City and 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 taxes and charges for services. At the end of fiscal year 2013, the total fund balance of the General Fund was \$1.8 million. This represents a decrease of \$.9 million from the previous fiscal year fund balance. This decrease is entirely due to decreased revenues from the prior year. Building permit revenue was down \$.2 million due to little building and development occurring in the City. Intergovernmental revenue was down \$.2 million due to the completion of an economic development project that was funded with a Community Development Block Grant and the loss of some public safety grant funding. Fees and fine revenues were down \$.4 million from the previous year due to fewer tickets being issued and multiple continuances being granted when defendants did not have the financial resources to pay fines.

The City recognizes the need for a fund balance that can adequately absorb any downturn in economic events to avoid changes and reductions in service levels. The City Council has adopted a formal resolution that commits an amount of fund balance equal to 15% of annual revenues. However, the City Council passed a resolution to temporarily allow the General Fund fund balance reserve to drop below 15% to allow the City to temporarily finance the construction of Phase 3A of Markey Parkway. Committed fund balance represents 100% (\$1.8 million) of total fund balance in the General Fund. The General Fund fund balance reserve was 13.88% at the end of the fiscal year.

Park Fund. The Park Fund accounts for Parks and Recreation property tax collected for the purpose of providing parks services for the City, as well as program revenue and user fees. Expenditures include purchasing land for City parks, constructing and improving City parks, and equipping, maintaining, and operating the parks and recreation facilities. The Park Fund's ending fund balance was \$162,228; an increase of \$88,043 from the prior fiscal year ending balance. This was the result of a 2% increase in fee revenues received mostly attributable to an increase in user fees. Total fund balance increased from 2.3% of expenditures in fiscal year 2012 to 4.7% of expenditures in fiscal year 2013.

Belton Town Centre - TIF Fund. The Belton Town Centre - TIF 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 which are transferred to the General Fund. The fund balance at the end of 2012 is \$4 million, an increase of \$149,727 from fiscal 2012 resulting from an increase in EATs (economic activity taxes) generated within the redevelopment project and PILOTs (payments in lieu of taxes) generated by the land improvements in the TIF district.

Debt Service – General Obligation Bond Fund. The Debt Service – General Obligation Bond Fund accounts for property tax money received for the City's debt service levy and expended for the payments on the City's general obligation debt. The fund balance at March 31, 2013, is \$1.7 million, an increase of \$113,769 over the prior fiscal year.

Storm Water Projects Fund. The Storm Water Projects Fund was established to account for receipts and disbursements relating to a general obligation bond issue for various storm water remediation projects. Bond proceeds were expended in the amount of \$3 million 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 \$2.7 million. The net decrease of \$2.8 million resulted from storm water project construction costs less grant awards of \$175,000 and investment earnings of approximately \$11,000.

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 \$274,508 which was a 2% increase over the original budget with actual expenditures \$590,228 below the final approved budget. Expenditures in all other categories came in under budget due to constraint by the City in response to economic conditions.

Actual revenues were less than budgeted revenues by \$445,887. The major reasons for this reduction was revenue earned from charges for services came in lower than expected by \$201,390 and licenses and permits came in under budget by \$142,585.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. The City of Belton's investment in capital assets for governmental and business-type activities as of March 31, 2013, is \$115.1 million, net of accumulated depreciation. This includes land, buildings, improvements, equipment, roads, bridges, and construction in progress. The total increase in capital assets was 4.9% over the prior year. Major capital asset projects funded this year are as follows:

- Improvements to streets, curbs, and sidewalks (\$246,018)
- Mullen Road improvements (\$2,046,637)
- Markey Parkway improvements (\$910,319)
- Improvements to sanitary sewer pipeline (\$834,848)
- Various Storm water projects in progress (\$2,995,792)
- Memorial Park Community Building in progress (\$680,365)

Additional information on the City's capital assets can be found in Note 4 on pages 50 to 52 of this report.

Debt Administration. The City of Belton had various forms of debt during fiscal 2013. Table C below shows the City's outstanding debt by type for fiscal years 2012 and 2013.

**Table C
Outstanding Debt**

	Governmental		Business-type		Total	
	2012	2013	2012	2013	2012	2013
TIF Revenue Bonds	\$16,895,000	\$24,130,000	\$ -	\$ -	\$16,895,000	\$24,130,000
General Obligation Bonds	32,860,000	32,015,000	-	-	32,860,000	32,015,000
Sales Tax Revenue Bonds	-	-	-	-	-	-
Certificates of Participation	26,768,950	25,676,050	2,696,050	2,578,950	29,465,000	28,255,000
Sewerage Revenue Bonds	-	-	4,135,000	3,500,000	4,135,000	3,500,000
Capital Leases	180,863	214,414	587,292	479,338	768,155	693,752
Notes Payable	-	-	-	-	-	-
DNR Energy Loan	98,877	90,486	-	-	98,877	90,486
Total	76,803,690	82,125,950	7,418,342	6,558,288	84,222,032	88,684,238

The City's debt for governmental activities increased in fiscal year 2013 from \$76.8 million to \$82.1 million or 6.9%. The increase was due to the issuance of Tax Increment Financing (TIF) revenue bonds in July and October of 2012. The economic activity taxes and PILOTs in the TIF redevelopment area are pledged to make the debt service payments on these bonds.

Debt for business-type activities decreased \$.8 million from March 31, 2012 to March 31, 2013. The decrease was due to all principal and interest payments being made according to existing amortization schedules.

Total debt increased a net of \$4.5 million (5.3%) to \$88.7 million.

Additional information on the City's long-term debt can be found in Note 6 on pages 55 to 63 of this report.

ECONOMIC FACTORS, FY2014 BUDGET AND TAX RATES

Based on fiscal 2013 end-of-year activity, it is anticipated that fiscal year 2014 core General Fund revenues will remain flat. The fiscal 2014 core revenues are expected to increase slightly, by 6.8% (\$.9 million) when compared with fiscal year 2013 actual core revenues to \$13.2 million. Tax revenues are expected to increase slightly due to an expected increase in franchise tax revenues due to an electric company utility rate increase. Property tax revenue estimates have been increased slightly, due to the fact that it is a reassessment year and property values are expected to increase slightly. Sales tax revenue is expected to decrease slightly due to the new Y Highway Market Place TIF redevelopment area having activity for the entire year. Intergovernmental revenue is expected to increase slightly due to a federal grant that will be received by the fire department to purchase some EMS equipment.

General Fund expenditures are projected to total \$14.3 million compared to the fiscal year 2013 actual expenditures of \$13.5 million. This represents a 5.9% increase. The fiscal year 2014 budget includes increases in funding for public safety and public works. The increase in public safety funding is mainly attributable to an increase in salary and benefit costs due to raises that were given in fiscal year 2013 on employee anniversary dates and a projected increase in the cost

of motor fuels. The increase in public works funding is mainly attributable to an increase in the cost of and level of services that will be purchased in fiscal year 2014.

Based on the adopted budget for the City's fiscal year ended March 31, 2014, the City anticipates a balanced General Fund budget, while maintaining the 12.86% fund balance reserve. The unassigned fund balance is expected to remain at zero. The City will continue to react to ongoing changes in the local economy and respond accordingly.

For fiscal year 2014, Water rates were increased by 3.65% and Sewer rates were increased 4.23% in April 2013. After voters passed ballot issues approving Water and Sewer revenue bonds being issued to fund needed water and sewer system improvements, rates increased a flat amount of \$17.50 per month for residential users and \$30 per month for all non-residential users. This increase was effective August 1, 2013. Water bonds are expected to be issued late in fiscal year 2014 and Sewer bonds are expected to be issued in fiscal year 2015.

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 Sheila Erzen, CPA, Director of Finance, The City of Belton, 506 Main Street, Belton, Missouri 64012.

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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.

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**CITY OF BELTON, MISSOURI
STATEMENT OF NET POSITION
MARCH 31, 2013**

	Primary Government		
	Governmental	Business-type	Total
	Activities	Activities	
ASSETS			
Pooled cash and investments	\$ 9,588,381	\$ 5,826,287	\$ 15,414,668
Cash and investments-restricted	6,211,536	608,045	6,819,581
Taxes receivable, net	1,344,097	-	1,344,097
Due from other governments	1,371	-	1,371
Accrued interest	15,411	11,892	27,303
Accounts receivable	717,579	1,031,360	1,748,939
Delinquent property taxes receivable	193,084	-	193,084
Other receivables	204,176	46,709	250,885
Deferred charges, net of amortization	277,748	76,455	354,203
Inventories	-	327,934	327,934
Capital assets:			
Land, improvements, and construction in progress	11,184,728	1,091,049	12,275,777
Improvements other than buildings	18,200,901	29,959,075	48,159,976
Sewer plant	-	10,015,126	10,015,126
Buildings	35,001,552	962,817	35,964,369
Equipment and furniture	9,953,913	3,611,109	13,565,022
Infrastructure	58,307,241	-	58,307,241
Less: accumulated depreciation	<u>(40,276,756)</u>	<u>(22,897,043)</u>	<u>(63,173,799)</u>
Total capital assets	<u>92,371,579</u>	<u>22,742,133</u>	<u>115,113,712</u>
Total assets	<u>110,924,962</u>	<u>30,670,815</u>	<u>141,595,777</u>
LIABILITIES			
Accounts payable and accrued expenses	1,152,210	400,989	1,553,199
Salaries and benefits payable	603,251	36,885	640,136
Unearned revenues	1,010,556	-	1,010,556
Customer deposits	-	488,717	488,717
Other liabilities	-	27,647	27,647
Long-term liabilities:			
Due within one year:			
Bonds, capital leases, and contracts	3,186,635	313,060	3,499,695
Accrued interest	487,539	91,356	578,895
Due in more than one year:			
Bonds, capital leases, and contracts	78,939,314	6,245,228	85,184,542
Development obligations	827,926	-	827,926
Compensated absences, OPEB, and LAGERS obligation	<u>1,284,102</u>	<u>126,956</u>	<u>1,411,058</u>
Total liabilities	<u>87,491,533</u>	<u>7,730,838</u>	<u>95,222,371</u>
NET POSITION			
Net investment in capital assets	53,804,643	16,756,578	70,561,221
Restricted for:			
Impact fees	25,296	-	25,296
Hotel/motel	9,270	-	9,270
Drug seizure	120,721	-	120,721
DWI recovery	5,394	-	5,394
Special training	6,466	-	6,466
TIF	1,762,358	-	1,762,358
Capital improvements sales tax	208,892	-	208,892
Park	293,663	-	293,663
Street	616,476	-	616,476
Debt service	2,397,487	23,363	2,420,850
Unrestricted	<u>(35,817,237)</u>	<u>6,160,036</u>	<u>(29,657,201)</u>
Total net position	<u>\$ 23,433,429</u>	<u>\$ 22,939,977</u>	<u>\$ 46,373,406</u>

See accompanying notes.

CITY OF BELTON, MISSOURI
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MARCH 31, 2013

Functions/Programs	Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Program Revenue Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 3,349,566	\$ 3,279,797	\$ 3,773	\$ -
Public safety	5,250,999	243,625	169,895	-
Public works	4,156,822	145,312	878,634	474,619
Fire and emergency services	4,533,791	1,009,523	68,738	-
Civil defense	86,877	-	-	-
Parks and recreation	4,109,367	2,950,608	-	248,753
Community and economic development	1,106,772	503,262	-	175,000
Municipal jail	510,289	218,459	-	-
Interest on long-term debt	4,528,303	-	-	-
Total governmental activities	27,632,786	8,350,786	1,121,040	898,372
Business-type activities:				
Water	5,112,970	5,773,934	-	-
Sewer	4,059,381	5,479,518	429,377	-
Golf course	1,117,196	793,693	-	-
Total business-type activities	10,289,547	12,047,145	429,377	-
Total primary government	\$ 37,922,333	\$ 20,397,931	\$ 1,550,417	\$ 898,372
General revenues:				
Taxes:				
Property taxes, levied for general purposes				1,386,129
Property taxes, levied for specific purposes				3,131,573
Franchise taxes and other taxes				3,916,319
Sales taxes				7,800,102
Investment earnings				70,551
Miscellaneous				591,949
Special item - loss on disposal of assets				(196,272)
Transfers				(124,486)
Total general revenues, special items, and transfers				16,575,865
Change in net position				206,372
Net position - beginning				2,393,347
Net position - ending				24,120,152
				\$ 23,433,429
				\$ 22,939,977
				\$ 46,373,406

See accompanying notes.
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CITY OF BELTON, MISSOURI
BALANCE SHEET
GOVERNMENTAL FUNDS
MARCH 31, 2013

	<u>General Fund</u>	<u>Park</u>	<u>Belton Town Centre-TIF</u>
ASSETS			
Pooled cash and investments	\$ 1,612,881	\$ 272,011	\$ 78,932
Cash and investments-restricted	150,396	-	3,729,277
Taxes receivable, net	606,283	43,107	254,391
Due from other funds	177,875	-	-
Due from other governments	1,371	-	-
Accrued interest	3,177	426	-
Accounts receivable	717,579	-	-
Delinquent property taxes receivable	3,821	-	-
Other receivables	<u>192,812</u>	<u>11,364</u>	<u>-</u>
Total assets	<u>\$ 3,466,195</u>	<u>\$ 326,908</u>	<u>\$ 4,062,600</u>
LIABILITIES AND FUND BALANCES			
Accounts payable	\$ 176,207	\$ 97,677	\$ 35,337
Salaries and benefits payable	555,610	31,762	-
Due to other funds	-	-	-
Deferred revenue	821,393	35,241	-
Other liabilities	<u>81,024</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>1,634,234</u>	<u>164,680</u>	<u>35,337</u>
Fund balances:			
Restricted:			
Impact fees	-	-	-
Hotel/motel	-	-	-
Drug seizure	-	-	-
DWI recovery	-	-	-
Special training	-	-	-
TIF	-	-	297,986
Capital improvements sales tax	-	-	-
Capital projects	-	-	-
Park	-	162,228	-
Street	-	-	-
Debt service	-	-	3,729,277
Committed,			
General fund	1,831,961	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>1,831,961</u>	<u>162,228</u>	<u>4,027,263</u>
Total liabilities and fund balances	<u>\$ 3,466,195</u>	<u>\$ 326,908</u>	<u>\$ 4,062,600</u>

See accompanying notes.

TIF Y HWY MARKETPLACE	Debt Service -		Storm Water Projects	Other Governmental Funds	Total Governmental Funds
	General Obligation Bond				
\$ 1,090,227	\$ 1,683,187	\$ 3,011,980	\$ 1,839,163	\$ 9,588,381	
-	-	-	2,331,863	8,211,536	
35,549	-	-	404,767	1,344,097	
-	-	-	-	177,875	
-	-	-	-	1,371	
-	3,384	5,848	2,576	15,411	
-	-	-	-	717,579	
-	189,263	-	-	193,084	
-	-	-	-	204,176	
<u>\$ 1,125,776</u>	<u>\$ 1,875,834</u>	<u>\$ 3,017,828</u>	<u>\$ 4,578,369</u>	<u>\$ 18,453,510</u>	
\$ 35,549	\$ -	\$ 278,343	\$ 329,073	\$ 952,186	
-	-	-	15,879	603,251	
-	-	-	177,875	177,875	
-	153,922	-	-	1,010,556	
-	-	-	119,000	200,024	
<u>35,549</u>	<u>153,922</u>	<u>278,343</u>	<u>641,827</u>	<u>2,943,892</u>	
-	-	-	25,296	25,296	
-	-	-	9,270	9,270	
-	-	-	120,721	120,721	
-	-	-	5,394	5,394	
-	-	-	6,466	6,466	
1,090,227	-	-	374,145	1,762,358	
-	-	-	1,396,483	1,396,483	
-	-	2,739,485	115,763	2,855,248	
-	-	-	131,435	293,663	
-	-	-	616,476	616,476	
-	1,721,912	-	1,144,186	6,595,375	
-	-	-	-	1,831,961	
-	-	-	(9,093)	(9,093)	
<u>1,090,227</u>	<u>1,721,912</u>	<u>2,739,485</u>	<u>3,936,542</u>	<u>15,509,618</u>	
<u>\$ 1,125,776</u>	<u>\$ 1,875,834</u>	<u>\$ 3,017,828</u>	<u>\$ 4,578,369</u>	<u>\$ 18,453,510</u>	

See accompanying notes.

**CITY OF BELTON, MISSOURI
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
MARCH 31, 2013**

Fund balances - total governmental funds	\$	15,509,618
Amounts reported for governmental activities in the Statement of Net Position 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 Position.		92,371,579
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 Position. This amount represents the net of discounts and premiums on long-term obligations.		277,748
Interest on long-term debt is not accrued in the governmental funds, but rather is recognized as an expenditure when due.		(487,539)
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		(82,125,949)
Compensated absences, OPEB, and LAGERS obligation		(1,284,102)
Development obligations		<u>(827,926)</u>
Net Position of Governmental Activities in the Statement of Net Position	\$	<u>23,433,429</u>

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, 2013

	<u>General Fund</u>	<u>Park</u>	<u>Belton Town Centre-TIF</u>
REVENUES			
Taxes	\$ 7,827,716	\$ 565,027	\$ 1,482,724
Licenses and permits	179,263	-	-
Intergovernmental	254,031	-	-
Charges for services	1,789,895	2,950,608	-
Fees and fines	852,421	-	-
Investment earnings	4,948	1,109	410
Other	170,138	40,189	-
Interfund charges for support services in lieu of taxes	2,116,702	-	-
	<u>-</u>	<u>-</u>	<u>503,262</u>
Total revenues	<u>13,195,134</u>	<u>3,556,933</u>	<u>1,986,396</u>
EXPENDITURES			
Current expenditures:			
General government	2,944,761	-	-
Public safety	4,772,059	-	-
Public works	533,949	-	-
Fire and emergency services	4,116,084	-	-
Civil defense	73,821	-	-
Parks and recreation	-	3,294,137	-
Community and economic development	281,282	-	92,719
Municipal jail	504,788	-	-
Capital outlay	178,896	133,782	-
Debt service:			
Principal	90,928	15,724	745,000
Interest and other charges	17,749	3,761	998,950
Total expenditures	<u>13,514,317</u>	<u>3,447,404</u>	<u>1,836,669</u>
Excess (deficiency) of revenues over expenditures	<u>(319,183)</u>	<u>109,529</u>	<u>149,727</u>
OTHER FINANCING SOURCES (USES)			
Issuance of long-term debt	-	125,711	-
Premiums/discounts on bond issuances	-	-	-
Transfers in	208,859	-	-
Transfers out	(754,518)	(147,197)	-
Total other financing sources and uses	<u>(545,659)</u>	<u>(21,486)</u>	<u>-</u>
Net change in fund balances	(864,842)	88,043	149,727
Fund balances - beginning	<u>2,696,803</u>	<u>74,185</u>	<u>3,877,536</u>
Fund balances - ending	<u>\$ 1,831,961</u>	<u>\$ 162,228</u>	<u>\$ 4,027,263</u>

See accompanying notes.

TIF Y HWY MARKETPLACE	Debt Service - General Obligation Bond	Storm Water Projects	Other Governmental Funds	Total Governmental Funds
\$ 188,789	\$ 2,550,321	\$ -	\$ 3,619,546	\$ 16,234,123
-	-	-	81,113	260,396
-	-	175,000	1,602,006	2,031,037
-	-	-	-	4,740,503
-	-	-	7,122	859,543
35,695	8,950	11,138	8,301	70,551
40,798	-	4,700	222,971	478,796
-	-	-	-	2,116,702
-	-	-	80,034	583,296
<u>265,282</u>	<u>2,559,271</u>	<u>190,838</u>	<u>5,621,093</u>	<u>27,374,947</u>
-	-	-	-	2,944,761
-	-	-	33,187	4,805,246
-	-	-	1,606,360	2,140,309
-	-	-	-	4,116,084
-	-	-	-	73,821
-	-	-	-	3,294,137
4,748,657	-	-	1,879,328	7,001,986
-	-	-	-	504,788
-	-	2,995,793	5,105,672	8,414,143
-	845,000	-	1,126,800	2,823,452
<u>291,957</u>	<u>1,600,502</u>	<u>-</u>	<u>1,451,811</u>	<u>4,364,730</u>
<u>5,040,614</u>	<u>2,445,502</u>	<u>2,995,793</u>	<u>11,203,158</u>	<u>40,483,457</u>
<u>(4,775,332)</u>	<u>113,769</u>	<u>(2,804,955)</u>	<u>(5,582,065)</u>	<u>(13,108,510)</u>
5,865,000	-	-	2,155,000	8,145,711
(58,649)	-	-	-	(58,649)
59,208	-	-	1,352,431	1,620,498
-	-	(15,165)	(628,104)	(1,744,984)
<u>5,865,559</u>	<u>-</u>	<u>(15,165)</u>	<u>2,679,327</u>	<u>7,962,576</u>
1,090,227	113,769	(2,820,120)	(2,902,738)	(5,145,934)
-	1,608,143	5,559,605	6,839,280	20,655,552
<u>\$ 1,090,227</u>	<u>\$ 1,721,912</u>	<u>\$ 2,739,485</u>	<u>\$ 3,936,542</u>	<u>\$ 15,509,618</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, 2013

Net change in fund balances - total governmental funds: \$ (5,145,934)

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	8,318,462
Loss on disposal of assets	(196,272)
Depreciation expense	<u>(4,046,450)</u>
	4,075,740

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 Position reports repayment as a reduction to long-term liabilities. This is the amount by which proceeds exceed repayments:

Other financing sources-issuance of debt	(8,145,711)
Repayment of principal	<u>2,823,452</u>
	(5,322,259)

Governmental funds report premiums and discounts as other financing sources. In contrast, those items are capitalized on the Statement of Net Position 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	58,649
Amortization of premiums/discounts	<u>(21,918)</u>
	36,731

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	5,947,008
Accrued interest not reflected on governmental funds	(163,572)
Compensated absences, OPEB, and LAGERS obligation	<u>(114,437)</u>
	5,668,999

Change in Net Position of governmental activities in the Statement of Activities \$ (686,723)

See accompanying notes.

**CITY OF BELTON, MISSOURI
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
MARCH 31, 2013**

	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Golf Course Fund</u>	<u>Total</u>
ASSETS:				
Current assets:				
Pooled cash and investments	\$ 3,696,975	\$ 2,045,330	\$ 83,982	\$ 5,826,287
Cash and investments-restricted	346,312	-	261,733	608,045
Receivables:				
Billed	284,820	265,602	-	550,422
Unbilled	249,851	231,087	-	480,938
Accrued interest	7,989	3,903	-	11,892
Other	46,709	-	-	46,709
Deferred charges, net of amortization	-	-	76,455	76,455
Inventories	49,356	268,859	9,719	327,934
Total current assets	<u>4,682,012</u>	<u>2,814,781</u>	<u>431,889</u>	<u>7,928,682</u>
Non-current assets,				
Capital assets:				
Construction in progress	223,574	492,358	-	715,932
Land and improvements	25,452	19,665	330,000	375,117
Improvements other than buildings	14,427,201	12,656,833	2,875,041	29,959,075
Sewer plant	10,015,126	-	-	10,015,126
Buildings	-	77,205	885,612	962,817
Equipment and furniture	1,097,209	1,744,761	769,139	3,611,109
Total capital assets at cost	25,788,562	14,990,822	4,859,792	45,639,176
Less accumulated depreciation	<u>(12,567,213)</u>	<u>(7,456,312)</u>	<u>(2,873,518)</u>	<u>(22,897,043)</u>
Capital assets, net	<u>13,221,349</u>	<u>7,534,510</u>	<u>1,986,274</u>	<u>22,742,133</u>
	<u>17,903,361</u>	<u>10,349,291</u>	<u>2,418,163</u>	<u>30,670,815</u>
LIABILITIES:				
Current liabilities:				
Accounts payable	135,155	238,430	27,404	400,989
Salaries and benefits payable	14,609	13,964	8,312	36,885
Accrued interest payable	49,921	11,800	29,635	91,356
Customer deposits	-	488,717	-	488,717
Other payables	380	18,933	8,334	27,647
Capital lease obligation	-	112,510	-	112,510
Bonds, notes, and loans payable	<u>75,000</u>	<u>-</u>	<u>125,550</u>	<u>200,550</u>
Total current liabilities	275,065	884,354	199,235	1,358,654
Non-current liabilities:				
Compensated absences, OPEB, and LAGERS obligation	37,899	45,483	43,574	126,956
Capital lease obligation	-	366,828	-	366,828
Bonds, notes, and loans payable	<u>3,425,000</u>	<u>-</u>	<u>2,453,400</u>	<u>5,878,400</u>
Total non-current liabilities	<u>3,462,899</u>	<u>412,311</u>	<u>2,496,974</u>	<u>6,372,184</u>
	<u>3,737,964</u>	<u>1,296,665</u>	<u>2,696,209</u>	<u>7,730,838</u>
NET POSITION:				
Net investment in capital assets	10,032,349	7,055,172	(330,943)	16,756,578
Restricted for debt service	23,363	-	-	23,363
Unrestricted	<u>4,109,685</u>	<u>1,997,454</u>	<u>52,897</u>	<u>6,160,036</u>
	<u>\$ 14,165,397</u>	<u>\$ 9,052,626</u>	<u>\$ (278,046)</u>	<u>\$ 22,939,977</u>

See accompanying notes.

CITY OF BELTON, MISSOURI
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION --
PROPRIETARY FUNDS
FOR THE YEAR ENDED MARCH 31, 2013

	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Golf Course Fund</u>	<u>Total</u>
REVENUES,				
Charges for services	\$ 5,479,518	\$ 5,773,934	\$ 793,693	\$ 12,047,145
	<u>5,479,518</u>	<u>5,773,934</u>	<u>793,693</u>	<u>12,047,145</u>
OPERATING EXPENSES:				
Personnel services	654,010	552,520	469,233	1,675,763
Contractual services	209,542	137,564	32,372	379,478
Materials and supplies	37,915	151,591	201,324	390,830
Maintenance and repairs	110,159	140,392	38,887	289,438
Fuel and lubricants	25,115	27,841	28,232	81,188
Utilities	115,131	70,986	29,427	215,544
Water supply	758,804	2,005,023	-	2,763,827
Water supply for City facilities	-	222,334	-	222,334
Interfund charges for support services	872,504	1,136,072	-	2,008,576
Depreciation and amortization	668,624	299,718	165,037	1,133,379
Miscellaneous	21,616	2,065	18,440	42,121
	<u>3,473,420</u>	<u>4,746,106</u>	<u>982,952</u>	<u>9,202,478</u>
Operating income (loss)	<u>2,006,098</u>	<u>1,027,828</u>	<u>(189,259)</u>	<u>2,844,667</u>
NON-OPERATING REVENUES (EXPENSES):				
Franchise tax	(359,590)	(344,738)	-	(704,328)
Interest income	70,098	10,662	26	80,786
Miscellaneous income	-	-	1,100	1,100
Operating grants	429,377	-	-	429,377
Interest expense	(226,371)	(22,126)	(134,244)	(382,741)
	<u>(86,486)</u>	<u>(356,202)</u>	<u>(133,118)</u>	<u>(575,806)</u>
Net income (loss) before transfers	<u>1,919,612</u>	<u>671,626</u>	<u>(322,377)</u>	<u>2,268,861</u>
Transfers in	-	-	239,486	239,486
Transfers out	(50,000)	(65,000)	-	(115,000)
	<u>(50,000)</u>	<u>(65,000)</u>	<u>239,486</u>	<u>124,486</u>
Increase (decrease) in net assets	<u>1,869,612</u>	<u>606,626</u>	<u>(82,891)</u>	<u>2,393,347</u>
Total net position - beginning	<u>12,295,785</u>	<u>8,446,000</u>	<u>(195,155)</u>	<u>20,546,630</u>
Total net position - ending	<u>\$ 14,165,397</u>	<u>\$ 9,052,626</u>	<u>\$ (278,046)</u>	<u>\$ 22,939,977</u>

See accompanying notes.

**CITY OF BELTON, MISSOURI
STATEMENT OF CASH FLOWS -- PROPRIETARY FUNDS
FOR THE YEAR ENDED MARCH 31, 2013**

	Sewer Fund	Water Fund	Golf Course Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES:				
Received from customers	\$ 5,330,937	\$ 5,656,837	\$ 793,693	\$ 11,781,467
Payments to employees and fringe benefits	(655,715)	(553,180)	(469,568)	(1,678,463)
Payments for operations	(2,689,563)	(4,169,832)	(317,504)	(7,176,899)
Other receipts (used)	-	-	5,675	5,675
	<u>1,985,659</u>	<u>933,825</u>	<u>12,296</u>	<u>2,931,780</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Transfers (to) from other funds	(50,000)	(65,000)	239,486	124,486
Cash receipts from interfund receivables	429,377	-	-	429,377
	<u>379,377</u>	<u>(65,000)</u>	<u>239,486</u>	<u>553,863</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition and construction of capital assets	(1,945,082)	(528,157)	-	(2,473,239)
Principal paid on capital debt and leases	(635,000)	(107,954)	(117,100)	(860,054)
Interest paid on capital debt and leases	(240,629)	(24,783)	(135,503)	(400,915)
	<u>(2,820,711)</u>	<u>(660,894)</u>	<u>(252,603)</u>	<u>(3,734,208)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Investment income	72,740	11,216	26	83,982
	<u>72,740</u>	<u>11,216</u>	<u>26</u>	<u>83,982</u>
Net increase (decrease) in cash and cash equivalents	(382,935)	219,147	(795)	(164,583)
Cash and cash equivalents, beginning of year	4,426,222	1,826,183	346,510	6,598,915
Cash and cash equivalents, end of year	<u>\$ 4,043,287</u>	<u>\$ 2,045,330</u>	<u>\$ 345,715</u>	<u>\$ 6,434,332</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$ 2,006,098	\$ 1,027,828	\$ (189,259)	\$ 2,844,667
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	868,624	299,718	165,037	1,333,379
Cash payments for franchise tax	(359,590)	(344,738)	-	(704,328)
Miscellaneous nonoperating income	-	-	1,100	1,100
Changes in assets and liabilities:				
Receivables, net	(148,581)	(117,097)	-	(265,678)
Inventories	(5,906)	(16,783)	10,475	(12,214)
Accounts payable and accrued liabilities	(158,512)	62,462	20,368	(75,682)
Customer deposits	-	19,079	-	19,079
Compensated absences	(16,474)	3,356	4,575	(8,543)
	<u>(20,439)</u>	<u>(94,003)</u>	<u>201,555</u>	<u>87,113</u>
Net cash provided (used) by operating activities	<u>\$ 1,985,659</u>	<u>\$ 933,825</u>	<u>\$ 12,296</u>	<u>\$ 2,931,780</u>

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.

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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 local governments. 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:

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.

The City Board is also responsible for appointing the Board of Directors of Belton Industrial Development Authority. The City's accountability for this organization does not extend beyond making the appointments.

Government-Wide and Fund Financial Statements: The government-wide financial statements include the statement of net position and the statement of activities. Government-wide statements report information on all of the activities of the City as a whole and distinguish between the *governmental* and *business-type activities* of the City. *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.

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):

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.

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):

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

Property taxes, sales taxes, franchise taxes, licenses, charges for service, amounts due from other governments, 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 the activities of the Park Board which administers the operation of all City park facilities and various recreation programs. It is funded by a 1/2 cent sales tax approved by the voters.

The Belton Town Centre-TIF Fund accounts for the collection of sales tax and payments in lieu of taxes monies for the tax increment financing district and the payments of debt related to the district.

The Debt Service-General Obligation Bond Fund accounts for collection of property tax monies collected for payment of long-term debt.

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

The Y Highway Market Place TIF Fund accounts for the revenues from tax increment financing bonds, and tax expenditures related to the Y Highway Market Place development project.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

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, Eagles' Landing.

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):

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. The City has not recorded budgets for TIF bond issues. 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.

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, 2013, 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, development expenditures, and future debt refunding.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

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.

Accounts Receivable and Unbilled Usage: 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, 2013. 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.

Interfund Activity: 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.

Transactions between funds that are representative of cash overdrafts from pooled cash and investing are reported as interfund receivables or payables.

Short-term amounts owed between funds are classified as "Due to/from other funds".

Inventory: Inventory in the Proprietary Fund consists principally of maintenance supplies, gasoline, and oil, is valued at cost which approximates the lower of cost or market using the first-in/first-out (FIFO) method. The costs of governmental fund type inventories are recorded as expenditures when purchased.

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.

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):

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.

Deferred Outflows/Inflows of Resources: In addition to assets, the statements of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources, or expenses/expenditures, until then. The City has only one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide Statement of Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. The amount is deferred and amortized over the shorter of the refunded or refunding debt.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This financial statement element represents an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources, or revenues, until that time.

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.

Unearned Revenues: Governmental funds report unearned revenue when resources are received by the City before it has a legal claim to them. In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, revenue is recognized.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

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.

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.

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.

Fund Balances: In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources. The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form – prepaid items or inventories; or (b) legally or contractually required to be maintained intact.

The spendable portion of the fund balance comprises the remaining four classifications: restricted, committed, assigned, and unassigned.

Restricted fund balance - This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance - These amounts can only be used for specific purposes pursuant to constraints imposed by ordinances of the City Council-the government's highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the City Council removes the specified use by ordinance. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

Fund Balances (Continued):

Assigned fund balance - This classification reflects the amounts constrained by the City's "intent" to be used for specific purposes, but are neither restricted nor committed. The City Council and the City Manager have the authority to assign amounts to be used for specific purposes. Assigned fund balance include all remaining amounts (except negative balances) that are reported in the governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.

Unassigned fund balance - This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

When both restricted and unrestricted resources are available for use, it is the City's policy to use externally restricted resources first, then unrestricted resources—committed, assigned, and unassigned—in order as needed.

The City historically has had a stabilization policy of 15% of general fund revenues to be used for unforeseen emergencies. The City passed a resolution in fiscal year 2013 allowing the stabilization balance to go below the policy of 15%. At March 31, 2013, all of the remaining general fund balance is included in committed since it is below the 15% threshold.

Net Position Classifications: In the government-wide and proprietary fund financial statements, equity is shown as net position and classified into three components:

Net investment in capital assets - These amounts consist of capital assets net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Net investment in capital assets excludes unspent bond or other debt proceeds.

Restricted net position - These amounts consist of net position with constraints placed on its use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. It is the City's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Unrestricted net position - These amounts consist of all other net position that does not meet the definition of "restricted" or "net investment in capital assets".

Adoption of New Accounting Pronouncements: Effective April 1, 2012, the City adopted GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. The adoption of this statement changed the presentation of the financial statements to a Statement of Net Position format.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

2. DEPOSITS AND INVESTMENTS:

At March 31, 2013, the carrying amount of the City's demand deposits in financial institutions was \$8,573,214. 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, 2013, the City's investments consisted of the following:

	<u>Carrying Amount</u>	<u>Fair Value</u>	<u>Investment Rating</u>
Federal Home Loan Mortgage Corporation	\$ 539,779	\$ 539,779	AAA
Federal Home Loan Banks	351,451	351,451	AAA
Federal National Mortgage Association	1,051,601	1,051,601	AAA
Commerce Bank Money Market	3,552,962	3,552,962	NA
Invesco	1,464,373	1,464,373	NA
Federated Treasury Obligation	<u>6,334,751</u>	<u>6,334,751</u>	AA
	<u>\$ 13,294,917</u>	<u>\$ 13,294,917</u>	

At March 31, 2013, the City had unamortized discounts and premiums amounting to \$5,831 that is included in pooled cash and investments.

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates 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 losses arising from interest rate changes on 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 its 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, 2013, the City had the following investments and maturities:

	Investment maturities (in years)			
	Value	Less than one	1-5	>5
Investment type:				
Federal Home Loan Mortgage Corporation	\$ 539,779	\$ 539,779	\$ -	\$ -
Federal Home Loan Banks	351,451	351,451	-	-
Federal National Mortgage Association	1,051,601	1,051,601	-	-
Commerce Bank Money Market	3,552,962	3,552,962	-	-
Invesco	1,464,373	1,464,373	-	-
Federated Treasury Obligation	6,334,751	6,334,751	-	-
	<u>\$ 13,294,917</u>	<u>\$ 13,294,917</u>	<u>\$ -</u>	<u>\$ -</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 the prudent person rule: Investments shall be made with the exercise of 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 probable safety of their capital, as well as the probable income to be derived.

At March 31, 2013, the carrying value of deposits and investments are summarized as follows:

Investments:	
Commerce bank money market	\$ 3,552,962
U.S. government securities	1,942,831
U.S. agency securities	<u>7,799,124</u>
Total investments	13,294,917
Deposits	<u>8,939,332</u>
	<u>\$ 22,234,249</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:

Government-wide statement of net assets:	
Pooled cash and investments	\$ 15,414,668
Restricted cash	<u>6,819,581</u>
	<u>\$ 22,234,249</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 \$265,602 in the Water Fund and \$284,820 in the Sewer Fund.

Water and sewer services are accounted for in the Water and Sewer Funds when billed. Unbilled usage for service consumed between periodic scheduled billing dates is recognized as revenue in the period in which service is provided. All are net of an allowance for uncollectibles.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

4. CAPITAL ASSETS:

Capital asset activity for the year ended March 31, 2013, consisted of the following:

	<u>Balance 4/1/2012</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance 3/31/2013</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 1,587,921	\$ -	\$ -	\$ 1,587,921
Construction in progress	9,631,490	7,599,138	7,633,821	9,596,807
Total capital assets not being depreciated	<u>11,219,411</u>	<u>7,599,138</u>	<u>7,633,821</u>	<u>11,184,728</u>
Capital assets being depreciated:				
Buildings	35,001,552	-	-	35,001,552
Improvements	17,503,378	697,523	-	18,200,901
Furniture and equipment	11,155,613	473,306	1,675,006	9,953,913
Infrastructure	51,124,925	7,182,316	-	58,307,241
Total capital assets being depreciated	<u>114,785,468</u>	<u>8,353,145</u>	<u>1,675,006</u>	<u>121,463,607</u>
Less accumulated depreciation:				
Buildings	6,851,071	1,002,547	-	7,853,618
Improvements	2,548,998	851,326	-	3,400,324
Furniture and equipment	8,696,949	632,670	1,478,734	7,850,885
Infrastructure	19,612,022	1,559,907	-	21,171,929
Total accumulated depreciation	<u>37,709,040</u>	<u>4,046,450</u>	<u>1,478,734</u>	<u>40,276,756</u>
Total capital assets being depreciated, net	<u>77,076,428</u>	<u>4,306,695</u>	<u>196,272</u>	<u>81,186,851</u>
Governmental activities capital assets, net	<u>\$ 88,295,839</u>	<u>\$ 11,905,833</u>	<u>\$ 7,830,093</u>	<u>\$ 92,371,579</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

4. CAPITAL ASSETS (Continued):

Capital asset activity for the year ended March 31, 2013, consisted of the following
(Continued):

	Balance 4/1/2012	Increases	Decreases	Balance 3/31/2013
Business-type activities,				
Capital assets not being depreciated:				
Land	\$ 375,117	\$ -	\$ -	\$ 375,117
Construction in progress	701,335	1,319,176	1,304,579	715,932
Total capital assets not being depreciated	<u>1,076,452</u>	<u>1,319,176</u>	<u>1,304,579</u>	<u>1,091,049</u>
Capital assets being depreciated:				
Buildings	962,817	-	-	962,817
Improvements	27,639,823	2,319,252	-	29,959,075
Sewer plant	10,015,126	-	-	10,015,126
Equipment	3,471,719	139,390	-	3,611,109
Total capital assets being depreciated	<u>42,089,485</u>	<u>2,458,642</u>	<u>-</u>	<u>44,548,127</u>
Less accumulated depreciation:				
Buildings	266,792	32,094	-	298,886
Improvements	12,559,751	717,962	-	13,277,713
Sewer plant	5,669,228	333,838	-	6,003,066
Equipment	3,279,462	45,145	7,229	3,317,378
Total accumulated depreciation	<u>21,775,233</u>	<u>1,129,039</u>	<u>7,229</u>	<u>22,897,043</u>
Total capital assets being depreciated, net	<u>20,314,252</u>	<u>1,329,603</u>	<u>(7,229)</u>	<u>21,651,084</u>
Business-type activities capital assets, net	<u>\$ 21,390,704</u>	<u>\$ 2,648,779</u>	<u>\$ 1,297,350</u>	<u>\$ 22,742,133</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

4. CAPITAL ASSETS (Continued):

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

Government activities:

General government	\$ 372,136
Civil defense	13,056
Emergency services	2,669
Fire	407,761
Municipal jail	5,230
Public safety	386,248
Public works	2,027,436
Parks	<u>831,914</u>

Total depreciation expense, governmental \$ 4,046,450

Business-type activities:

Sewer	\$ 661,574
Water	299,718
Golf course	<u>160,518</u>

\$ 1,121,810

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

5. PENSION PLAN:

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.

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 10.7% (general), 12.5% (police), and 11.2% (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.

The subdivision's annual pension cost and net pension obligation for the current year were as follows:

Annual required contribution	\$ 1,141,786
Interest on net pension obligation	21,872
Adjustment to annual required contribution	<u>(24,957)</u>
Annual pension cost	1,138,701
Actual contributions	<u>1,123,517</u>
Increase (decrease) in NPO	15,184
NPO beginning of year	<u>301,689</u>
NPO end of year	<u>\$ 316,873</u>

The annual required contribution (ARC) was determined as part of the February 28, 2011, and February 29, 2012, annual actuarial valuation using the entry age actuarial cost method. The actuarial assumptions as of February 28, 2013, included: (a) a rate of return on the investment of present and future assets of 7.25% per year, compounded annually, (b) projected salary increases of 3.5% per year, compounded annually, attributable to inflation, (c) additional projected salary increases ranging from 0% to 6% per year, depending on age and division, attributable to seniority/merit, (d) pre-retirement mortality based on 75% of the RP-2000 Combined Healthy table set back zero years for men and zero years for women, and (e) post-retirement mortality based on 105% of the 1994 Group Annuity Mortality table set back zero

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

5. PENSION PLAN (Continued):

Funding Policy (Continued):

years for men and zero 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 as of February 28, 2011, was 16 years for the General division, 30 years for the Police division, and 30 years for the Fire division. The amortization period as of February 29, 2012, was 16 years for the General division, 15 years for the Police division, and 10 years for the Fire division.

<u>Year Ended June 30</u>	<u>Annual Pension Cost</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
2011	\$ 1,118,864	84.7%	\$ 224,894
2012	\$ 1,123,604	93.2%	\$ 301,689
2013	\$ 1,138,701	98.7%	\$ 316,873

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, 2013, consisted of the following:

Governmental Activities					
	Balance April 1, 2012	Additions	Retirements	Balance March 31, 2013	Amounts Due Within One Year
Notes payable	\$ 98,877	\$ -	\$ 8,391	\$ 90,486	\$ 8,715
Sales tax revenue bonds	16,895,000	8,020,000	785,000	24,130,000	930,000
General obligations bonds	32,860,000	-	845,000	32,015,000	1,000,000
Certificates of participation	26,768,950	-	1,092,900	25,676,050	1,134,450
Capital leases	<u>180,863</u>	<u>125,711</u>	<u>92,161</u>	<u>214,413</u>	<u>113,470</u>
 Total loans and notes payable	 76,803,690	 8,145,711	 2,823,452	 82,125,949	 3,186,635
 Other liabilities, Compensated absences	 <u>774,087</u>	 <u>71,636</u>	 <u>33,994</u>	 <u>811,729</u>	 <u>86,000</u>
	<u>\$ 77,577,777</u>	<u>\$ 8,217,347</u>	<u>\$ 2,857,446</u>	<u>\$ 82,937,678</u>	<u>\$ 3,272,635</u>

Business-Type Activities					
	Balance April 1, 2012	Additions	Retirements	Balance March 31, 2013	Amounts Due Within One Year
Revenue bonds	\$ 4,135,000	\$ -	\$ 635,000	\$ 3,500,000	\$ 75,000
Certificates of participation	2,696,050	-	117,100	2,578,950	125,550
Capital leases	<u>587,292</u>	<u>-</u>	<u>107,954</u>	<u>479,338</u>	<u>112,510</u>
	<u>\$ 7,418,342</u>	<u>\$ -</u>	<u>\$ 860,054</u>	<u>\$ 6,558,288</u>	<u>\$ 313,060</u>

Compensated absences are primarily liquidated by the General Fund.

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.

Total City debt at March 31, 2013, consisted of the following:

General obligation bonds:

\$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%	\$ 8,275,000
\$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%	6,045,000
\$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%	3,845,000
\$14,885,000, Series 2011 general obligation refunding bonds, issued for street and park improvements, due in annual installments of \$175,000 to \$2,745,000, through March 1, 2013; interest at 2% to 5%	<u>13,850,000</u>
Total general obligation bonds	<u>32,015,000</u>

CITY OF BELTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT (Continued):

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%	10,380,000
\$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%	5,770,000
\$2,155,000, Series 2012 tax increment financing bonds, due in semi-annual installments of \$15,000 to \$300,000, through December 1, 2023; interest at 6.375%	2,115,000
\$2,655,000, Series 2012A tax increment financing bonds, due in one installment of \$2,655,000 through December 1, 2031; interest at 5.63%	2,655,000
\$3,210,000, Series 2012B tax increment financing bonds, due in two installments of \$1,000,000 and \$2,210,000, through December 1, 2034; interest at 5.25% to 5.75%	<u>3,210,000</u>
Total governmental revenue bonds	<u>24,130,000</u>

Governmental fund certificates of participation:

\$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%	4,551,050
\$8,080,000, Series 2007 tax-exempt certificates of participation, issued for the aquatic center, due in annual installments of \$220,2000 to \$1,160,000, through March 1, 2028; interest at 4% to 5%	6,595,000
\$17,090,000, Series 2008 tax-exempt certificates of participation, issued for the aquatic center, policy 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%	<u>14,530,000</u>
Total governmental certificates of participation	<u>25,676,050</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, 2012; interest at 3.75%	50,863
\$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%	<u>39,623</u>
Total governmental notes payable	<u>90,486</u>

Governmental fund capital leases:

\$235,333, lease purchase of financial software, due in annual installments of \$65,224, through April 10, 2013; interest at 5%	63,626
\$40,978, lease purchase of a track loader for Parks and Recreation, due in monthly installments of \$981, through February 15, 2015; interest at 6.96%	21,909
\$87,677, lease purchase of a backhoe for the Street department, due in semi-annual installments of \$10,080, through September 23, 2013; interest at 5.24%	9,823
\$17,375 lease purchase of exercise equipment for the Park department, due in monthly installments of \$412, through January 1, 2017; interest at 6.485%	16,419
\$96,441, lease purchase of exercise equipment for the Park department, due in monthly installments of \$2,287 through January 15, 2017; interest at 6.452%	92,981
\$11,895, lease purchase of mowers for the Park department, due in monthly installments of \$289, through May 14, 2016; interest at 8.076%	<u>9,655</u>
Total governmental capital leases	<u>214,413</u>

CITY OF BELTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT (Continued):

Proprietary fund revenue bonds,

\$3,500,000, Series 2010 Sewerage System Revenue Bonds, due in annual installments of \$75,000 to \$505,000, through January 1, 2036; interest at 3% to 6.464%	<u>3,500,000</u>
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Total proprietary revenue bonds	<u>3,500,000</u>
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Proprietary fund certificates of participation

\$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%	1,100,000
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\$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%	<u>1,478,950</u>
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Total proprietary fund certificates of participation	<u>2,578,950</u>
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Proprietary fund capital leases,

\$1,094,475, lease purchase of radio read water meters, due in annual installments of \$132,738, through September 1, 2016; interest at 4.22%	<u>479,338</u>
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Total City long-term debt	<u>\$ 88,684,237</u>
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CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT (Continued):

At March 31, 2013, the constitutionally imposed total general obligation debt limit was \$44,774,484 which, after reduction for outstanding general obligation bonds of \$32,015,000 and considering the \$1,721,912 available in the Debt Service Funds, provides a general obligation debt margin of \$14,481,396.

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

<u>Years ending March 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>General Obligation Bonds</u>
2014	\$ 1,000,000	\$ 1,459,055	\$ 2,459,055
2015	1,105,000	1,428,805	2,533,805
2016	1,000,000	1,391,806	2,391,806
2017	1,090,000	1,353,780	2,443,780
2018	1,225,000	1,309,880	2,534,880
2019-2023	8,400,000	5,634,944	14,034,944
2024-2028	10,725,000	3,427,413	14,152,413
2029-2031	<u>7,470,000</u>	<u>751,663</u>	<u>8,221,663</u>
	<u>\$ 32,015,000</u>	<u>\$ 16,757,346</u>	<u>\$ 48,772,346</u>
<u>Years ending March 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Certificates of Participation</u>
2014	\$ 1,260,000	\$ 1,346,139	\$ 2,606,139
2015	1,315,000	1,295,298	2,610,298
2016	1,365,000	1,241,340	2,606,340
2017	835,900	1,183,659	2,019,559
2018	1,465,000	1,115,012	2,580,012
2019-2023	8,964,100	4,501,194	13,465,294
2024-2028	10,585,000	3,427,413	14,012,413
2029	<u>2,465,000</u>	<u>751,663</u>	<u>3,216,663</u>
	<u>\$ 28,255,000</u>	<u>\$ 14,861,718</u>	<u>\$ 43,116,718</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT (Continued):

Years ending March 31,	Principal	Interest	Proprietary Revenue Bonds
2014	\$ 75,000	\$ 199,684	\$ 274,684
2015	75,000	197,434	272,434
2016	75,000	195,184	270,184
2017	80,000	192,934	272,934
2018	130,000	190,534	320,534
2019-2023	525,000	882,682	1,407,682
2024-2028	690,000	722,334	1,412,334
2029-2033	905,000	486,533	1,391,533
2034-2036	<u>945,000</u>	<u>140,916</u>	<u>1,085,916</u>
	<u>\$ 3,500,000</u>	<u>\$ 3,208,235</u>	<u>\$ 6,708,235</u>

Years ending March 31,	Principal	Interest	Sales Tax Revenue Bonds
2014	\$ 930,000	\$ 1,447,159	\$ 2,377,159
2015	1,020,000	1,366,284	2,386,284
2016	1,130,000	1,307,028	2,437,028
2017	1,155,000	1,241,009	2,396,009
2018	1,255,000	1,172,421	2,427,421
2019-2023	8,195,000	4,578,613	12,773,613
2024-2028	4,580,000	1,983,281	6,563,281
2029-2033	3,655,000	1,420,678	5,075,678
2034-2035	<u>2,210,000</u>	<u>254,150</u>	<u>2,464,150</u>
	<u>\$ 24,130,000</u>	<u>\$ 14,770,623</u>	<u>\$ 38,900,623</u>

CITY OF BELTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

6. LONG-TERM DEBT (Continued):

<u>Years ending March 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Notes Payable</u>
2014	\$ 8,715	\$ 3,410	\$ 12,125
2015	9,053	3,072	12,125
2016	9,403	2,722	12,125
2017	9,767	2,358	12,125
2018	10,145	1,980	12,125
2019-2023	38,441	4,328	42,769
2024-2025	<u>4,962</u>	<u>170</u>	<u>5,132</u>
	<u>\$ 90,486</u>	<u>\$ 18,040</u>	<u>\$ 108,526</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, 2013, 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, 2013, 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, 2013, 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, 2013, the City was in compliance with this requirement.

Under the three Series 2012 Tax Increment Financing Bonds, the City is required to deposit funds into a reserve account equal to \$802,000.

At March 31, 2013, 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, 2013, the City was 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, 2013, 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, 2013.

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>		
Exercise equipment	\$	113,816
Financial software		235,333
Backhoe		87,677
Radio read meters		1,094,475
Track loader		40,978
Mowers		<u>11,895</u>
 Total assets acquired	 \$	 <u><u>1,584,174</u></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 March 31, 2013, are as follows:

Years Ending March 31,	Proprietary Fund	Governmental Funds
2014	\$ 132,738	118,279
2015	132,738	41,607
2016	132,738	32,924
2017	132,738	26,780
	530,952	219,590
Less: amount representing interest	51,614	5,177
Present value of future minimum lease payments	\$ 479,338	\$ 214,413

8. CONDUIT DEBT:

The City has issued taxable industrial revenue bonds to provide assistance to a local hospital. The bonds are special obligations and do not constitute debt obligations to the City. Accordingly, the bonds are not recorded as a liability in the financial statements.

At March 31, 2012, the City had approved issuance of up to \$16,500,000 maximum principal on the taxable industrial revenue bonds. At March 31, 2013, approximately \$3,989,422 had been issued.

CITY OF BELTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS

9. RESTRICTED CASH:

Restricted cash and investments at March 31, 2013, consisted of the following:

Account	Governmental Funds		
	General Fund	Special Revenue Fund	Total Governmental Funds
Court bonds	\$ 51,358	\$ -	\$ 51,358
Jail	6,186	-	6,186
CID Unit	25,987	-	25,987
Donations	11,006	-	11,006
Escrow	55,859	-	55,859
TIF's	-	1,675,634	1,675,634
Reserve for debt service	-	4,385,506	4,385,506
	<u>\$ 150,396</u>	<u>\$ 6,061,140</u>	<u>\$ 6,211,536</u>
	Proprietary Funds		
Account	Sewer Fund	Golf Fund	Total
Reserve for debt service	\$ 311,000	\$ -	\$ 311,000
Reserve for certificates of participation	-	261,733	261,733
Reserve for principal and interest	35,312	-	35,312
	<u>\$ 346,312</u>	<u>\$ 261,733</u>	<u>\$ 608,045</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

10. 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.

11. TAX REVENUES:

The tax revenue, including interest and penalties collected thereon, for the year ended March 31, 2013, is as follows:

<u>Type</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>
Property	\$ 1,270,002	\$ 581,252	\$ 2,550,321
Railroad	114,514	-	-
Franchise	3,554,935	-	-
Cigarette	128,713	-	-
City Sales	2,757,939	3,068,438	-
Park Sales	-	1,103,200	-
Transportation Sales	-	1,103,196	-
Financial Institution	1,613	-	-
	<u>\$ 7,827,716</u>	<u>\$ 5,856,086</u>	<u>\$ 2,550,321</u>

The assessed valuation of the tangible property for the purpose of local taxation as of May 31, 2012, was as follows:

Real estate	\$ 183,730,852
Personal property	<u>40,141,565</u>
	<u>\$ 223,872,417</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

11. TAX REVENUES (Continued):

The tax levy per \$100 of assessed valuation of tangible real and personal property for the calendar year 2012 was as follows:

General Fund	\$	0.55
Park and Recreation Fund		0.24
Debt Service Funds		<u>1.11</u>
	\$	<u><u>1.90</u></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.

12. INTERFUND TRANSACTIONS:

Interfund receivable and payable balances at March 31, 2013, were as follows:

	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ -	\$ 177,875
Special Revenue Funds, Park Sales Tax Improvement	<u>177,875</u>	<u>-</u>
	<u><u>\$ 177,875</u></u>	<u><u>\$ 177,875</u></u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

12. INTERFUND TRANSACTIONS (Continued):

Transfers during the year ended March 31, 2013, were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 208,859	\$ 754,518
Special Revenue Funds:		
Park	-	147,197
Street Impact Fees	-	704,641
Hotel/Motel Tax	-	76,054
Street	15,165	14,802
Capital Improvement Sales Tax	-	14,802
Park Sales Tax	<u>147,197</u>	<u>-</u>
	<u>162,362</u>	<u>957,496</u>
Capital Projects Funds:		
Street Projects	-	15,165
TIF Y Highway Marketplace	59,208	-
Street Projects	231,919	-
Street Capital Projects	958,150	-
Public Safety Bond Projects	<u>-</u>	<u>17,805</u>
	<u>1,249,277</u>	<u>32,970</u>
Proprietary Funds:		
Sewer	-	50,000
Water	-	65,000
Golf	<u>239,486</u>	<u>-</u>
	<u>239,486</u>	<u>115,000</u>
	<u>\$ 1,859,984</u>	<u>\$ 1,859,984</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

13. INTERGOVERNMENTAL REVENUE:

Intergovernmental revenue during the year ended March 31, 2013, consisted of the following:

	General Fund	Other Governmental Funds
	<u> </u>	<u> </u>
Federal:		
Federal Emergency Management, Emergency Assistance	\$ 20,323	\$ -
US Department of Justice:		
Violence Against Women	29,493	-
HIDTA	76,500	-
US Department of Transportation:		
163rd St. Widening Project	-	474,619
Oil Creek Trail Project	-	248,753
Sobriety Checkpoint Grant	2,487	-
Public Safety Grants	22,773	-
US Department of Housing and Urban Development:		
Storm Water Improvements	-	175,000
Neighborhood Stabilization	1,286	-
State:		
Department of Revenue:		
Motor Vehicle Sales Tax	-	143,390
Motor Vehicle Fuel Tax	-	586,559
Motor Vehicle Fees	-	96,422
Department of Public Safety, Victim Assistance Grant	2,381	-
County:		
County 911 Assistance	48,415	-
Road & Bridge Property Taxes	-	52,263
Other Local Governmental Agencies, MARC Senior Center	20,625	-
City, Vehicle Servicing	<u>29,748</u>	<u>-</u>
	<u>\$ 254,031</u>	<u>\$ 1,777,006</u>

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

14. 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.

15. SELF-INSURANCE:

The City is a member of the Midwest Public Risk (MPR), a not-for-profit corporation consisting of local governments and political subdivisions. MPR was formed as a public entity risk retention pool and covers medical and dental, workers' compensations, and property and casualty claims for its members. The City maintains only workers' compensation and property and casualty coverage through MPR. MPR has been established as assessable pools and accounting records are maintained for each year of coverage on a policy-year basis. The City pays annual premiums to MPR for each coverage. The agreement with MPR provides that MPR will be self-sustained through member premiums. MPR has the authority to assess members for deficiencies of revenues under expenses for any single plan year. Likewise, MPR has the authority to declare refunds to members for excess revenues over expenses relating to any single plan year. MPR has not had deficiencies in any of the past three fiscal years. The City purchases commercial insurance for medical, dental, short-term disability, and life insurance.

The City has the following types of insurance coverages and deductibles through MPR for fiscal year 2013: General Liability \$10,000; Automobile Liability \$500; Law Enforcement \$10,000; EMS \$10,000; Public Officials \$10,000; and Property \$10,000.

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

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

16. 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.

17. FUND BALANCE DEFICITS:

For the year ended March 31, 2013, the Golf Course Fund had a fund balance deficit of \$278,046. The Park Construction Fund had a fund balance deficit of \$9,093.

18. COMMITMENTS and CONTINGENCIES:

The City had approximately \$2,316,699 of construction commitments at March 31, 2013.

The City participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of March 31, 2013, significant amounts of grant expenditures have not been audited by grantor governments.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

19. NET POSITION:

Net position is comprised of three categories: Net investment in capital assets; restricted net assets; and unrestricted net assets. The first category reflects the portion of net position 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 position are restricted assets, (usually cash) that must be spent for specific purposes. Net position, which are neither restricted or related to capital assets, are reported as unrestricted net position.

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 Position, the debt reduces unrestricted net assets of the City and the unspent bond proceeds are reported in restricted net position.

Capital assets, net	\$ 92,371,579
Total debt	(82,125,949)
Debt related to assets not owned by the City:	
Series 2004 tax increment financing bond	10,380,000
Series 2006 tax increment financing bond	5,770,000
Series 2008 certificate of participation	9,455,000
Series 2011 refunding	1,580,000
Series 2012 tax increment financing bond	2,115,000
Series 2012 tax increment financing bond	2,655,000
Series 2012B tax increment financing bond	<u>3,210,000</u>
	35,165,000
Unspent bond proceeds and reserves	<u>8,394,013</u>
Invested in capital assets, net of related debt	<u>\$ 53,804,643</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 and property tax revenue stream dedicated to paying off the debt in future years.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

20. 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, 2013, was \$10,380,000. 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 \$14,962,084, with the final maturity scheduled for December 31, 2024. For the current year, principal and interest paid from PILOTS and EATS revenues were \$480,000 and \$662,775, 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, 2013, was \$5,770,000. 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 \$8,370,944, with the final maturity scheduled for March 1, 2025. For the current year, principal and interest paid from PILOTS and EATS revenues were \$265,000 and \$331,525, respectively.

The City has pledged a portion of future PILOT and Economic Activity Tax (EATS) revenues to repay \$2,155,000 in Tax Increment Revenue Bonds issued July 2012. The outstanding principal on these bonds as of March 31, 2013, was \$2,115,000. The bonds were used to provide funding for the Belton Marketplace project. The bonds are payable solely from the incremental property and sales taxes generated by the development in the Belton Marketplace TIF district. Total principal and interest remaining on the bonds is \$3,115,966, with the final maturity scheduled for December 1, 2023. For the current year, principal and interest paid from PILOTS and EATS revenues were \$40,000 and \$46,175, respectively.

The City has pledged a portion of future PILOT and Economic Activity Tax (EATS) revenues to repay \$2,655,000 in Tax Increment Revenue Bonds issued October 2012. The outstanding principal on these bonds as of March 31, 2013, was \$2,655,000. The bonds were used to provide funding for the Y Highway Market Place project. The bonds are payable solely from the incremental property and sales taxes generated by the development in the Y Highway Market Place TIF district. Total principal and interest remaining on the bonds is \$5,431,135, with the final maturity scheduled for December 1, 2031. For the current year, principal and interest paid from PILOTS and EATS revenues were \$0 and \$0, respectively.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

20. PLEDGED REVENUES (Continued):

The City has pledged a portion of future PILOT and Economic Activity Tax (EATS) revenues to repay \$3,210,000 in Tax Increment Revenue Bonds issued October 2012. The outstanding principal on these bonds as of March 31, 2013, was \$3,210,000. The bonds were used to provide funding for the Y Highway Market Place project. The bonds are payable solely from the incremental property and sales taxes generated by the development in the Y Highway Market Place TIF district. Total principal and interest remaining on the bonds is \$7,071,612, with the final maturity scheduled for December 1, 2034. For the current year, principal and interest paid from PILOTS and EATS revenues were \$0 and \$0, respectively.

The City has pledged future sewer customer revenues, net of specified operating expenses, to repay two debt issues totaling \$3,500,000. The Series 2010A bonds were issued in the amount of \$435,000. The Series 2010B bonds were issued in the amount of \$3,065,000. Proceeds from these bonds were used to fund storm water projects. The bonds are payable from the sewer fund net revenues and are payable through 2036. The total interest and principal remaining to be paid on the bonds is \$6,508,551. Interest paid for the current year was \$199,684.

The City has pledged future ½ cent capital improvement sales tax and park sales tax revenues to repay a \$15,625,000 Certificate of Participation (COP) used to construct a Police Station, make City Hall improvements, and Highway 71 & Y interchange improvements. The COP is payable through 2029. The total interest and principal remaining to be paid on the COP is \$20,148,681. For the current year, principal and interest paid were \$510,000 and \$677,369, respectively.

The City has pledged future ½ cent park sales tax revenues to repay three Certificates of Participation (COP's) used to construct a Community and Aquatic Center. The COP's are payable through 2029. The total interest and principal remaining to be paid on the COP's are \$17,280,806. For the current year, principal and interest paid were \$557,9000 and \$586,959, respectively.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

21. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS:

Plan Description

The City provides employees that retire at the same time they end their service to the City, the opportunity for continuation of medical and dental insurance coverage offered through Midwest Public Risk as part of a single employer defined benefit OPEB plan.

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).

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 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.

Amortization of unfunded actuarial accrued liability	\$	41,512
Annual required contribution (ARC)		72,209
Interest on net OPEB obligation		7,105
Adjustment to annual required contribution		<u>(8,804)</u>
		<u>(1,699)</u>
Annual OPEB cost		70,510
Balance at 3/31/13 (assumed)		142,104
Contributions made, Net employer contributions		<u>11,000</u>
Net OPEB obligation, March 31, 2013	\$	<u><u>201,614</u></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, 2013, is as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Expected Employer Contributions</u>	<u>Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
March 31, 2013	\$ 70,510	\$ 11,000	15.6%	\$ 201,614

Funded Status and Funding Progress

As of July 1, 2011, which represents the most recent actuarial valuation date, the actuarial accrued liability for benefits within the plan for the City is \$454,927. 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 \$8,946,794, which results in a ratio of the unfunded actuarial accrued liability (UAAL) to the covered payroll of 5.1%.

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, 2011, (most recent available) actuarial valuation. At this 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 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 5% investment rate of return. The actuarial assumptions for healthcare cost trend is a growth factor of 8.5% for the first year and then declining by .5% per year until 5% is reached. The 5% 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. 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 plus interest, and to expend \$200,000 of City funds for project costs in the redevelopment area. During the current fiscal year, the City had certified costs (including interest) of \$88,626, and paid the developer \$1,929,899 through the issuance of sales tax bonds. Therefore, the City has not recorded any liability on its Statement of Net Assets under "development obligations" related to the Belton Marketplace Redevelopment Plan.

On December 14, 2010, the City entered into an agreement with a developer for the implementation of the Y Highway Market Place Tax Increment Financing Redevelopment Plan. The City has agreed to reimburse the developer \$4,782,700 for Project 1 costs plus interest, and to expend \$608,500 of City funds for project costs in the redevelopment area. During the current fiscal year, the City had certified costs (including interest) of \$592,661 and paid the developer \$4,698,396 through the issuance of sales tax bonds. Therefore, the City has recorded a \$827,926 liability on its Statement of Net Assets under "development obligations" related to the Y Highway Market Place Redevelopment Plan.

CITY OF BELTON, MISSOURI

NOTES TO FINANCIAL STATEMENTS

22. DEVELOPMENT OBLIGATIONS (Continued):

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.

23. EVALUATION OF SUBSEQUENT EVENTS:

In April 2013, the citizens of the City approved the issuance of a waterworks revenue bond in the amount of \$13,925,000 and a sewer system revenue bond in the amount not to exceed \$14,475,000. In May 2013, the City issued refunding bonds in the amount of \$7,670,000; the bonds refunded the Series 2006 bonds.

The City has evaluated subsequent events through October 24, 2013, the date which the financial statements were available to be issued.

24. GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB) STATEMENTS:

The GASB has issued several statements not yet implemented by the City of Belton, Missouri. The statements which might impact the City in future years are as follows:

GASB Statement No. 68, Accounting and Financial Reporting for Pensions, issued June 2012, will be effective for the City beginning with its year ending December 31, 2015. This Statement replaces the requirements of GASB Statement No. 27, Accounting for Pensions by State and Local Governmental Employers, and GASB Statement No 50, Pension Disclosures, as they relate to governments that provide pensions through pension plans administered as trusts or similar arrangements that meet certain criteria. This Statement requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparable measure the annual costs of pension benefits. This statement also enhances accountability and transparency through revised and new note disclosures and required supplementary information.

The City management has not yet determined the effect these Statements will have on the City's financial statements.

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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)
2/28/2011	\$ 18,499,235	\$ 20,881,830	\$ 2,382,595
2/29/2012	\$ 19,906,378	\$ 21,344,480	\$ 1,438,102
2/28/2013	\$ 22,427,291	\$ 23,122,975	\$ 695,684

Actuarial Valuation Date	(a/b) Funded Ratio	(c) Annual Covered Payroll	[(b-a)/c] UAL as a Percent of Covered Payroll
2/28/2011	89%	\$ 9,470,349	25%
2/29/2012	93%	\$ 9,617,071	15%
2/28/2013	97%	\$ 9,984,769	7%

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 29, 2012, 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 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, 2013**

	<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	\$ 7,834,728	\$ 7,834,728	\$ 7,827,716	\$ (7,012)
Special assessments	2,000	2,000	-	(2,000)
Licenses and permits	321,868	321,868	179,283	(142,585)
Intergovernmental	248,500	248,500	254,031	5,531
Charges for services	1,991,285	1,991,285	1,789,895	(201,390)
Fees and fines	926,800	926,800	852,421	(74,379)
Investment earnings	13,000	13,000	4,948	(8,052)
Other	182,350	186,138	170,138	(16,000)
Interfund charges for support services	2,116,702	2,116,702	2,116,702	-
	<u>13,637,233</u>	<u>13,641,021</u>	<u>13,195,134</u>	<u>(445,887)</u>
EXPENDITURES:				
Current:				
General government	2,992,741	3,188,243	2,944,761	243,482
Public safety	4,876,558	4,871,892	4,772,059	99,833
Public works	570,227	576,937	533,949	42,988
Fire	4,159,858	4,214,424	4,116,084	98,340
Civil defense	62,672	78,907	73,821	5,086
Community and economic development	286,300	288,098	281,282	6,816
Municipal jail	527,836	532,199	504,788	27,411
Capital outlay	244,692	244,692	178,896	65,796
Debt service:				
Principal	92,351	92,351	90,928	1,423
Interest and other charges	16,661	16,661	17,749	(1,088)
	<u>13,829,896</u>	<u>14,104,404</u>	<u>13,514,317</u>	<u>590,087</u>
Excess (deficiency) of revenues over expenditures	<u>(192,663)</u>	<u>(463,383)</u>	<u>(319,183)</u>	<u>144,200</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	205,067	208,861	208,859	(2)
Transfers out	(324,487)	(754,535)	(754,518)	17
Total other financing sources and uses	<u>(119,420)</u>	<u>(545,674)</u>	<u>(545,659)</u>	<u>15</u>
Net change in fund balances	<u>\$ (312,083)</u>	<u>\$ (1,009,057)</u>	<u>(864,842)</u>	<u>\$ 144,215</u>
Fund balances - beginning			<u>2,696,801</u>	
Fund balances - ending			<u>\$ 1,831,959</u>	

**CITY OF BELTON, MISSOURI
BUDGETARY COMPARISON SCHEDULE --
PARK
FOR THE YEAR ENDED MARCH 31, 2013**

	<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	\$ 552,488	\$ 552,488	\$ 565,027	\$ 12,539
Charges for services	3,016,693	3,045,256	2,950,608	(94,648)
Investment earnings	-	-	1,109	1,109
Miscellaneous	<u>10,634</u>	<u>10,634</u>	<u>40,189</u>	<u>29,555</u>
	<u>3,579,815</u>	<u>3,608,378</u>	<u>3,556,933</u>	<u>(51,445)</u>
EXPENDITURES:				
Current,				
Parks and recreation	3,316,053	3,464,998	3,294,137	170,861
Capital outlay	8,200	8,200	133,782	(125,582)
Debt service:				
Principal	-	-	15,724	(15,724)
Interest and other charges	<u>-</u>	<u>-</u>	<u>3,761</u>	<u>(3,761)</u>
	<u>3,324,253</u>	<u>3,473,198</u>	<u>3,447,404</u>	<u>25,794</u>
Excess (deficiency) of revenues over expenditures	<u>255,562</u>	<u>135,180</u>	<u>109,529</u>	<u>(25,651)</u>
OTHER FINANCING SOURCES (USES):				
Proceeds from capital leases	-	-	125,711	125,711
Transfers in	48,000	-	-	-
Transfers out	<u>(268,464)</u>	<u>(268,464)</u>	<u>(147,197)</u>	<u>121,267</u>
Total other financing uses	<u>(220,464)</u>	<u>(268,464)</u>	<u>(21,486)</u>	<u>246,978</u>
Net change in fund balances	<u>\$ 35,098</u>	<u>\$ (133,284)</u>	88,043	<u>\$ 221,327</u>
Fund balances - beginning			<u>74,185</u>	
Fund balances - ending			<u>\$ 162,228</u>	

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 BELTON TOWN CENTRE-TIF
 FOR THE YEAR ENDED MARCH 31, 2013

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 1,436,160	\$ 1,436,160	\$ 1,482,724	\$ 46,564
Investment earnings	-	-	410	410
In lieu of taxes	<u>539,246</u>	<u>539,246</u>	<u>503,262</u>	<u>(35,984)</u>
	<u>1,975,406</u>	<u>1,975,406</u>	<u>1,986,396</u>	<u>10,990</u>
EXPENDITURES:				
Current,				
Community and economic development	1,975,406	2,039,466	92,719	1,946,747
Debt service:				
Principal	-	-	745,000	(745,000)
Interest and other charges	<u>-</u>	<u>-</u>	<u>998,950</u>	<u>(998,950)</u>
	<u>1,975,406</u>	<u>2,039,466</u>	<u>1,836,669</u>	<u>202,797</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ (64,060)</u>	149,727	<u>\$ 213,787</u>
Fund balances - beginning			<u>3,877,536</u>	
Fund balances - ending			<u>\$ 4,027,263</u>	

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 DEBT SERVICE - GENERAL OBLIGATION BOND
 FOR THE YEAR ENDED MARCH 31, 2013

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 2,259,049	\$ 2,539,718	\$ 2,550,321	\$ 10,603
Investment earnings	<u>4,000</u>	<u>4,000</u>	<u>8,950</u>	<u>4,950</u>
	<u>2,263,049</u>	<u>2,543,718</u>	<u>2,559,271</u>	<u>15,553</u>
EXPENDITURES,				
Debt service:				
Principal	845,000	845,000	845,000	-
Interest and other charges	<u>1,593,872</u>	<u>1,600,572</u>	<u>1,600,502</u>	<u>70</u>
	<u>2,438,872</u>	<u>2,445,572</u>	<u>2,445,502</u>	<u>70</u>
Net change in fund balances	<u>\$ (175,823)</u>	<u>\$ 98,146</u>	113,769	<u>\$ 15,623</u>
Fund balances - beginning			<u>1,608,143</u>	
Fund balances - ending			<u>\$ 1,721,912</u>	

**CITY OF BELTON, MISSOURI
BUDGETARY COMPARISON SCHEDULE --
STORM WATER PROJECTS
FOR THE YEAR ENDED MARCH 31, 2013**

	<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	\$ -	\$ -	\$ 175,000	\$ 175,000
Investment earnings	-	-	11,138	11,138
Miscellaneous	-	-	<u>4,700</u>	<u>4,700</u>
	-	-	<u>190,838</u>	<u>190,838</u>
EXPENDITURES,				
Capital outlay	<u>4,800,856</u>	<u>5,618,073</u>	<u>2,995,793</u>	<u>2,622,280</u>
Excess (deficiency) of revenues over expenditures	<u>(4,800,856)</u>	<u>(5,618,073)</u>	<u>(2,804,955)</u>	<u>2,813,118</u>
OTHER FINANCING USES,				
Transfers out	-	<u>(30,000)</u>	<u>(15,165)</u>	<u>(14,835)</u>
Net change in fund balances	<u>\$ (4,800,856)</u>	<u>\$ (5,648,073)</u>	<u>(2,820,120)</u>	<u>\$ 2,827,953</u>
Fund balances - beginning			<u>5,559,605</u>	
Fund balances - ending			<u>\$ 2,739,485</u>	

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 TIF Y HWY MARKETPLACE
 FOR THE YEAR ENDED MARCH 31, 2013

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	\$ -	\$ 188,789	\$ 188,789
Investment earnings	-	-	35,695	35,695
Miscellaneous	-	-	40,798	40,798
	-	-	265,282	265,282
EXPENDITURES:				
Current,				
Community and economic development	-	-	4,748,657	(4,748,657)
Debt service,				
Interest and other charges	-	-	291,957	(291,957)
	-	-	5,040,614	(5,040,614)
Excess (deficiency) of revenues over expenditures	-	-	(4,775,332)	(4,775,332)
OTHER FINANCING SOURCES (USES):				
Issuance of long-term debt	-	-	5,865,000	(5,865,000)
Premiums/discounts on bond issuance	-	-	(58,649)	58,649
Transfers in	-	-	59,208	(59,208)
Total other financing sources and uses	-	-	5,865,559	(5,865,559)
Net change in fund balances	\$ -	\$ -	1,090,227	\$ 1,090,227
Fund balances - beginning			-	
Fund balances - ending			\$ 1,090,227	

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.

Street 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 Tax Fund – accounts for the collection of taxes charged on transient guests at hotels within the City. The taxes collected are restricted for economic development expenses.

Street Fund – accounts for the operation and maintenance of streets, curbs, etc. It is funded by a ½ cent sales tax approved by the voters.

Capital Improvements Sales Tax Fund – accounts for the collection of a ½ cent sales tax approved by voters for the purpose of funding capital items. The funds collected are restricted for this purpose.

Park Sales Tax Fund – accounts for collection of sales tax monies collected for park projects. It is funded by a ½ cent sales tax approved by the voters.

Drug Seizure Fund – accounts for funds collected from items seized in the course of investigations, after the defendant has been convicted. The funds collected are restricted for law enforcement expenses and cannot be used to replace or fund continuing operating expenses.

DWI Recovery Fund – accounts for fines & recoupment of costs collected from cases involving DWI and drunk driving related traffic accidents. The funds collected are restricted for law enforcement expenses related to enforcing DWI laws. The funds cannot be used to replace or fund continuing operating expenses.

Special Training Fund – accounts for court costs collected according to RSMO 488.5336. The funds collected are restricted for the cost of training law enforcement officers.

Belton Marketplace TIF Fund – accounts for the collection of PILOTs and EATs generated within the Belton Marketplace redevelopment area to finance various improvements within the redevelopment district.

Y Highway Marketplace TIF Fund – accounts for the collection of PILOTs and EATs generated within the Y Highway Marketplace redevelopment area to finance various improvements within the redevelopment district.

CAPITAL PROJECTS FUNDS

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

Capital Projects Funds utilized are Street Projects, Street Capital Projects, Park Construction Fund, Public Safety Bond Projects, and Y Highway Marketplace CID. 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, 2013

	Street Impact		Capital Improvement			
	Fees	Hotel/Motel Tax	Street	Sales Tax	Park Sales Tax	Drug Seizure
ASSETS:						
Pooled cash and investments	\$ 25,251	\$ 2,027	\$ 630,002	\$ 119,618	\$ 219,938	\$ 120,489
Cash and investments-restricted	-	-	-	1,187,677	1,144,186	-
Taxes receivable, net	-	7,231	157,357	89,078	89,097	-
Accrued interest	45	12	1,089	112	275	232
Total assets	\$ 25,296	\$ 9,270	\$ 788,446	\$ 1,396,485	\$ 1,453,496	\$ 120,721
LIABILITIES AND FUND BALANCES:						
Accounts payable	\$ -	\$ -	\$ 37,093	\$ 2	\$ -	\$ -
Due to other funds	-	-	-	-	177,875	-
Other accrued expenses	-	-	15,879	-	-	-
Other payables	-	-	119,000	-	-	-
Total liabilities	-	-	171,972	2	177,875	-
Fund balances:						
Restricted:						
Impact fees	25,296	-	-	-	-	-
Hotel/motel	-	9,270	-	-	-	-
Street	-	-	616,476	-	-	-
Drug seizure	-	-	-	-	-	120,721
DWI recovery	-	-	-	-	-	-
Special training	-	-	-	-	-	-
Capital improvements sales tax	-	-	-	1,396,483	-	-
Debt service	-	-	-	-	1,144,186	-
Park	-	-	-	-	131,435	-
Capital projects	-	-	-	-	-	-
TIF	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	25,296	9,270	616,476	1,396,483	1,275,621	120,721
Total liabilities and fund balances	\$ 25,296	\$ 9,270	\$ 788,448	\$ 1,396,485	\$ 1,453,496	\$ 120,721

<u>DWI Recovery</u>	<u>Special Training</u>	<u>Belton Marketplace TIF</u>	<u>STREET PROJECTS</u>	<u>Street Capital Projects</u>	<u>Park Construction Fund</u>	<u>Public Safety Bond Projects</u>	<u>Y Highway Marketplace CID</u>	<u>Total Governmental Funds</u>
\$ 5,385	\$ 10,182	\$ 374,145	\$ 88,956	\$ 48,315	\$ 192,790	\$ -	\$ 2,065	\$ 1,839,163
-	-	62,004	-	-	-	-	-	2,331,863
9	19	-	264	107	412	-	-	404,767
<u>\$ 5,394</u>	<u>\$ 10,201</u>	<u>\$ 436,149</u>	<u>\$ 89,220</u>	<u>\$ 48,422</u>	<u>\$ 193,202</u>	<u>\$ -</u>	<u>\$ 2,065</u>	<u>\$ 4,578,369</u>
\$ -	\$ 3,735	\$ 62,004	\$ 21,879	\$ -	\$ 202,295	\$ -	\$ 2,065	\$ 329,073
-	-	-	-	-	-	-	-	177,875
-	-	-	-	-	-	-	-	15,879
-	-	-	-	-	-	-	-	119,000
-	3,735	62,004	21,879	-	202,295	-	2,065	641,827
-	-	-	-	-	-	-	-	25,206
-	-	-	-	-	-	-	-	9,270
-	-	-	-	-	-	-	-	616,476
5,394	-	-	-	-	-	-	-	120,721
-	6,466	-	-	-	-	-	-	5,394
-	-	-	-	-	-	-	-	6,466
-	-	-	-	-	-	-	-	1,396,483
-	-	-	-	-	-	-	-	1,144,186
-	-	-	-	-	-	-	-	131,435
-	-	-	67,341	48,422	-	-	-	115,783
-	-	374,145	-	-	-	-	-	374,145
-	-	-	-	-	(9,093)	-	-	(9,093)
<u>5,394</u>	<u>6,466</u>	<u>374,145</u>	<u>67,341</u>	<u>48,422</u>	<u>(9,093)</u>	<u>-</u>	<u>-</u>	<u>3,936,542</u>
<u>\$ 5,394</u>	<u>\$ 10,201</u>	<u>\$ 436,149</u>	<u>\$ 89,220</u>	<u>\$ 48,422</u>	<u>\$ 193,202</u>	<u>\$ -</u>	<u>\$ 2,065</u>	<u>\$ 4,578,369</u>

CITY OF BELTON, MISSOURI
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE -- GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MARCH 31, 2013

	Street Impact Fees	Hotel/Motel Tax	Street	Capital Improvement Sales Tax	Park Sales Tax	Drug Seizure
REVENUES:						
Taxes	\$ -	\$ 72,607	\$ 1,103,196	\$ 1,101,993	\$ 1,103,200	\$ -
Fees and fines	-	-	-	-	-	-
Licenses and permits	80,683	-	430	-	-	-
Intergovernmental	-	-	878,634	-	-	-
Investment earnings	(638)	44	3,323	1,694	1,752	1,320
Miscellaneous	-	-	166,253	-	-	53,088
In lieu of taxes	-	-	-	-	-	-
Total revenues	80,045	72,651	2,151,896	1,103,687	1,104,952	54,408
EXPENDITURES:						
Current:						
Public safety	-	-	-	-	-	-
Public works	-	-	1,606,360	-	-	-
Community and economic	-	-	-	-	-	-
Capital outlay	-	-	335,812	-	-	116,514
Debt services:						
Principal	-	-	18,900	510,000	557,900	-
Interest and fiscal charges	-	-	1,261	679,757	590,616	-
Total expenditures	-	-	1,962,333	1,189,757	1,148,516	116,514
Excess (deficiency) of revenues over expenditures	80,045	72,651	189,503	(86,070)	(43,564)	(62,106)
OTHER FINANCING SOURCES (USES):						
Issuance of long-term debt	-	-	-	-	-	-
Premiums/discounts on bond issuances	-	-	-	-	-	-
Transfers in	-	-	15,165	-	147,197	-
Transfers out	(704,641)	(76,054)	(14,602)	(14,802)	-	-
Total other financing sources and uses	(704,641)	(76,054)	363	(14,802)	147,197	-
Net change in fund balances	(624,596)	(3,403)	189,866	(100,872)	103,633	(62,106)
Fund balances - beginning	649,892	12,673	426,610	1,497,355	1,171,988	162,827
Fund balances - ending	\$ 25,296	\$ 9,270	\$ 616,476	\$ 1,396,483	\$ 1,275,621	\$ 120,721

<u>DWI Recovery</u>	<u>Special Training</u>	<u>Belton Marketplace TIF</u>	<u>STREET PROJECTS</u>	<u>Street Capital Projects</u>	<u>Park Construction Fund</u>	<u>Public Safety Bond Projects</u>	<u>Y Highway Marketplace CID</u>	<u>Total-Other Governmental Funds</u>
\$ -	\$ -	\$ 238,550	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,619,546
7,122	-	-	-	-	-	-	-	7,122
-	-	-	474,619	-	248,753	-	-	81,113
66	116	67	(2,244)	591	2,210	-	-	1,602,006
-	15,038	-	-	-	(11,408)	-	-	8,301
-	-	80,034	-	-	-	-	-	222,971
-	-	-	-	-	-	-	-	80,034
<u>7,188</u>	<u>15,154</u>	<u>318,651</u>	<u>472,375</u>	<u>591</u>	<u>239,555</u>	<u>-</u>	<u>-</u>	<u>5,621,093</u>
-	33,187	-	-	-	-	-	-	33,187
-	-	1,879,328	-	-	-	-	-	1,606,360
17,569	-	-	2,498,399	910,319	1,227,059	-	-	1,879,328
-	-	40,000	-	-	-	-	-	5,105,672
-	-	180,177	-	-	-	-	-	1,126,800
-	-	-	-	-	-	-	-	1,451,811
<u>17,569</u>	<u>33,187</u>	<u>2,099,505</u>	<u>2,498,399</u>	<u>910,319</u>	<u>1,227,059</u>	<u>-</u>	<u>-</u>	<u>11,203,168</u>
<u>(10,381)</u>	<u>(18,033)</u>	<u>(1,790,854)</u>	<u>(2,026,024)</u>	<u>(909,728)</u>	<u>(987,504)</u>	<u>-</u>	<u>-</u>	<u>(5,582,065)</u>
-	-	2,155,000	-	-	-	-	-	2,155,000
-	-	-	-	-	-	-	-	-
-	-	-	231,919	958,150	-	-	-	1,352,431
-	-	-	-	-	-	(17,805)	-	(828,104)
-	-	2,155,000	231,919	958,150	-	(17,805)	-	2,679,327
(10,381)	(18,033)	374,146	(1,794,105)	48,422	(987,504)	(17,805)	-	(2,902,738)
15,775	24,499	(1)	1,861,446	-	978,411	17,805	-	6,839,280
<u>\$ 5,394</u>	<u>\$ 6,466</u>	<u>\$ 374,145</u>	<u>\$ 67,341</u>	<u>\$ 48,422</u>	<u>\$ (9,093)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,936,542</u>

**CITY OF BELTON, MISSOURI
SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGET AND ACTUAL -- GENERAL FUND
FOR THE YEAR ENDED MARCH 31, 2013**

	GENERAL FUND		
	Budget	Actual	Actual Over (Under) Budget
General government:			
Legislation	\$ 976,211	\$ 1,002,374	\$ 26,163
Administration	488,859	383,300	(105,559)
City clerk	133,838	114,769	(19,069)
Municipal court	287,297	276,104	(11,193)
Finance	566,125	508,674	(57,451)
Senior center	46,122	44,042	(2,080)
Inspection	258,199	245,045	(13,154)
Animal control	147,459	118,069	(29,390)
Garage operations	284,133	252,384	(31,749)
Total general government	<u>3,188,243</u>	<u>2,944,761</u>	<u>(243,482)</u>
Public safety	4,871,892	4,772,059	(99,833)
Public works	576,937	533,949	(42,988)
Fire	4,214,424	4,116,084	(98,340)
Civil defense	78,907	73,821	(5,086)
Community and economic development	288,098	281,282	(6,816)
Municipal jail	532,199	504,788	(27,411)
Capital outlay	244,692	178,896	(65,796)
Principal retirement	92,351	90,928	(1,423)
Interest and fiscal charges	16,661	17,749	1,088
	<u>\$ 14,104,404</u>	<u>\$ 13,514,317</u>	<u>\$ (590,087)</u>

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 STREET IMPACT FEES
 FOR THE YEAR ENDED MARCH 31, 2013

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Licenses and permits	\$ 174,000	\$ 174,000	\$ 80,683	\$ (93,317)
Investment earnings	-	-	(638)	(638)
	<u>174,000</u>	<u>174,000</u>	<u>80,045</u>	<u>(93,955)</u>
OTHER FINANCING USES,				
Transfers out	(215,000)	(704,641)	(704,641)	-
Net change in fund balances	<u>\$ (41,000)</u>	<u>\$ (530,641)</u>	(624,596)	<u>\$ (93,955)</u>
Fund balances - beginning			<u>649,892</u>	
Fund balances - ending			<u>\$ 25,296</u>	

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 HOTEL/MOTEL TAX
 FOR THE YEAR ENDED MARCH 31, 2013

	<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	\$ 70,000	\$ 76,055	\$ 72,607	\$ (3,448)
Investment earnings	-	-	44	44
	<u>70,000</u>	<u>76,055</u>	<u>72,651</u>	<u>(3,404)</u>
OTHER FINANCING USES,				
Transfers out	<u>(70,000)</u>	<u>(76,055)</u>	<u>(76,054)</u>	<u>1</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>(3,403)</u>	<u>\$ (3,403)</u>
Fund balances - beginning			<u>12,673</u>	
Fund balances - ending			<u>\$ 9,270</u>	

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 STREET
 FOR THE YEAR ENDED MARCH 31, 2013

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 1,150,000	\$ 1,150,000	\$ 1,103,196	\$ (46,804)
Licenses and permits	200	200	430	230
Intergovernmental	871,250	871,250	878,634	7,384
Investment earnings	-	-	3,323	3,323
Miscellaneous	57,000	39,613	166,253	126,640
	<u>2,078,450</u>	<u>2,061,063</u>	<u>2,151,836</u>	<u>90,773</u>
EXPENDITURES:				
Current,				
Public works	1,827,391	1,862,291	1,606,360	255,931
Capital outlay	480,977	453,267	335,812	117,455
Debt service:				
Principal	18,900	18,900	18,900	-
Interest and other charges	1,261	1,261	1,261	-
	<u>2,328,529</u>	<u>2,335,719</u>	<u>1,962,333</u>	<u>373,386</u>
Excess (deficiency) of revenues over expenditures	<u>(250,079)</u>	<u>(274,656)</u>	<u>189,503</u>	<u>464,159</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	-	30,000	15,165	(14,835)
Transfers out	-	(14,810)	(14,802)	8
Total other financing sources (uses)	<u>-</u>	<u>15,190</u>	<u>363</u>	<u>(14,827)</u>
Net change in fund balances	<u>\$ (250,079)</u>	<u>\$ (259,466)</u>	<u>189,866</u>	<u>\$ 449,332</u>
Fund balances - beginning			<u>426,610</u>	
Fund balances - ending			<u>\$ 616,476</u>	

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 CAPITAL IMPROVEMENT SALES TAX
 FOR THE YEAR ENDED MARCH 31, 2013

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 1,150,000	\$ 1,150,000	\$ 1,101,993	\$ (48,007)
Investment earnings	-	-	1,694	1,694
	<u>1,150,000</u>	<u>1,150,000</u>	<u>1,103,687</u>	<u>(46,313)</u>
EXPENDITURES:				
Current,				
Capital outlay	-	8,696	-	8,696
Debt service:				
Principal	510,000	510,000	510,000	-
Interest and other charges	680,269	680,269	679,757	512
	<u>1,190,269</u>	<u>1,198,965</u>	<u>1,189,757</u>	<u>9,208</u>
Deficiency of revenues over expenditures	<u>(40,269)</u>	<u>(48,965)</u>	<u>(86,070)</u>	<u>(37,105)</u>
OTHER FINANCING USES,				
Transfers out	-	(14,810)	(14,802)	8
Net change in fund balances	<u>\$ (40,269)</u>	<u>\$ (63,775)</u>	<u>(100,872)</u>	<u>\$ (37,097)</u>
Fund balances - beginning			<u>1,497,355</u>	
Fund balances - ending			<u>\$ 1,396,483</u>	

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 PARK SALES TAX
 FOR THE YEAR ENDED MARCH 31, 2013

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 1,150,000	\$ 1,150,000	\$ 1,103,200	\$ (46,800)
Investment earnings	-	-	1,752	1,752
	<u>1,150,000</u>	<u>1,150,000</u>	<u>1,104,952</u>	<u>(45,048)</u>
EXPENDITURES,				
Debt service:				
Principal	557,900	557,900	557,900	-
Interest and other charges	590,760	590,760	590,616	144
	<u>1,148,660</u>	<u>1,148,660</u>	<u>1,148,516</u>	<u>144</u>
Excess (deficiency) of revenues over expenditures	<u>1,340</u>	<u>1,340</u>	<u>(43,564)</u>	<u>(44,904)</u>
OTHER FINANCING SOURCES,				
Transfers in	<u>116,000</u>	<u>116,000</u>	<u>147,197</u>	<u>(31,197)</u>
Net change in fund balances	<u>\$ 117,340</u>	<u>\$ 117,340</u>	103,633	<u>\$ (13,707)</u>
Fund balances - beginning			<u>1,171,988</u>	
Fund balances - ending			<u>\$ 1,275,621</u>	

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 DRUG SEIZURE
 FOR THE YEAR ENDED MARCH 31, 2013

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ -	\$ 2,500	\$ -	\$ (2,500)
Investment earnings	-	-	1,320	1,320
Miscellaneous	<u>10,000</u>	<u>10,000</u>	<u>53,088</u>	<u>43,088</u>
	<u>10,000</u>	<u>12,500</u>	<u>54,408</u>	<u>41,908</u>
EXPENDITURES,				
Capital outlay	<u>174,000</u>	<u>191,127</u>	<u>116,514</u>	<u>74,613</u>
Net change in fund balances	<u>\$ (164,000)</u>	<u>\$ (178,627)</u>	(62,106)	<u>\$ 116,521</u>
Fund balances - beginning			<u>182,827</u>	
Fund balances - ending			<u>\$ 120,721</u>	

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 DWI RECOVERY
 FOR THE YEAR ENDED MARCH 31, 2013

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Fees and fines	\$ 8,500	\$ 8,500	\$ 7,122	\$ (1,378)
Investment earnings	-	-	66	66
	<u>8,500</u>	<u>8,500</u>	<u>7,188</u>	<u>(1,312)</u>
EXPENDITURES,				
Current:				
Capital outlay	<u>28,500</u>	<u>24,273</u>	<u>17,569</u>	<u>6,704</u>
Net change in fund balances	<u>\$ (20,000)</u>	<u>\$ (15,773)</u>	<u>(10,381)</u>	<u>\$ 5,392</u>
Fund balances - beginning			<u>15,775</u>	
Fund balances - ending			<u>\$ 5,394</u>	

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 SPECIAL TRAINING FUND
 FOR THE YEAR ENDED MARCH 31, 2013

	<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	\$ -	\$ -	\$ 116	\$ 116
Miscellaneous	15,000	15,000	15,038	38
	<u>15,000</u>	<u>15,000</u>	<u>15,154</u>	<u>154</u>
EXPENDITURES,				
Current,				
Public Safety	35,000	39,496	33,187	6,309
Net change in fund balances	\$ (20,000)	\$ (24,496)	(18,033)	\$ 6,463
Fund balances - beginning			<u>24,499</u>	
Fund balances - ending			<u>\$ 6,466</u>	

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 BELTON MARKETPLACE TIF
 FOR THE YEAR ENDED MARCH 31, 2013

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Sales and miscellaneous taxes	\$ 206,720	\$ 206,720	\$ 238,550	\$ 31,830
Investment earnings	-	-	67	67
In lieu of taxes	<u>85,737</u>	<u>85,737</u>	<u>80,034</u>	<u>(5,703)</u>
	<u>292,457</u>	<u>292,457</u>	<u>318,651</u>	<u>26,194</u>
EXPENDITURES:				
Current,				
Community and economic development	<u>292,457</u>	<u>310,152</u>	<u>1,879,328</u>	<u>(1,569,176)</u>
Debt service:				
Principal	-	-	40,000	(40,000)
Interest and other charges	-	-	<u>180,177</u>	<u>(180,177)</u>
	<u>292,457</u>	<u>310,152</u>	<u>2,099,505</u>	<u>(1,789,353)</u>
Excess (deficiency) of revenues over expenditures	-	<u>(17,695)</u>	<u>(1,780,854)</u>	<u>(1,763,159)</u>
OTHER FINANCING SOURCES,				
Issuance of long-term debt	-	-	<u>2,155,000</u>	<u>(2,155,000)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ (17,695)</u>	374,146	<u>\$ 391,841</u>
Fund balances - beginning			<u>(1)</u>	
Fund balances - ending			<u>\$ 374,145</u>	

The City does not budget bond proceeds or expenditures for tax increment financing bonds.

**CITY OF BELTON, MISSOURI
BUDGETARY COMPARISON SCHEDULE --
STREET PROJECTS
FOR THE YEAR ENDED MARCH 31, 2013**

	<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	\$ 936,000	\$ 936,000	\$ 474,619	\$ (461,381)
Investment earnings	-	-	(2,244)	(2,244)
	<u>936,000</u>	<u>936,000</u>	<u>472,375</u>	<u>(463,625)</u>
EXPENDITURES,				
Current:				
Highways and roads	-	339,986	-	339,986
Capital outlay	2,129,100	2,726,391	2,498,399	227,992
	<u>2,129,100</u>	<u>3,066,377</u>	<u>2,498,399</u>	<u>567,978</u>
Excess (deficiency) of revenues over expenditures	<u>(1,193,100)</u>	<u>(2,130,377)</u>	<u>(2,026,024)</u>	<u>104,353</u>
OTHER FINANCING SOURCES,				
Transfers in	215,000	198,081	231,919	(33,838)
Net change in fund balances	<u>\$ (978,100)</u>	<u>\$ (1,932,296)</u>	<u>(1,794,105)</u>	<u>\$ 138,191</u>
Fund balances - beginning			<u>1,861,446</u>	
Fund balances - ending			<u>\$ 67,341</u>	

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 STREET CAPITAL PROJECTS
 FOR THE YEAR ENDED MARCH 31, 2013

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Investment earnings	\$ -	\$ -	\$ 591	\$ 591
Miscellaneous	378,956	378,956	-	(378,956)
Total revenues	<u>378,956</u>	<u>378,956</u>	<u>591</u>	<u>(378,365)</u>
EXPENDITURES,				
Capital outlay	958,150	958,150	910,319	47,831
Total expenditures	<u>958,150</u>	<u>958,150</u>	<u>910,319</u>	<u>47,831</u>
Excess (deficiency) of revenues over expenditures	<u>(579,194)</u>	<u>(579,194)</u>	<u>(909,728)</u>	<u>(330,534)</u>
OTHER FINANCING SOURCES:				
Transfers in	485,428	485,428	958,150	(472,722)
Transfers out	93,766	93,766	-	93,766
Total other financing sources and uses	<u>579,194</u>	<u>579,194</u>	<u>958,150</u>	<u>(378,956)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	48,422	<u>\$ 48,422</u>
Fund balances - beginning			-	
Fund balances - ending			<u>\$ 48,422</u>	

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 PARK CONSTRUCTION FUND
 FOR THE YEAR ENDED MARCH 31, 2013

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ -	\$ 232,559	\$ 248,753	\$ 16,194
Investment earnings	-	-	2,210	2,210
Miscellaneous	-	5,902	(11,408)	(17,310)
	-	238,461	239,555	1,094
EXPENDITURES,				
Capital outlay	774,263	1,267,741	1,227,059	40,682
	774,263	1,267,741	1,227,059	40,682
Net change in fund balances	\$ (774,263)	\$ (1,029,280)	(987,504)	\$ 41,776
Fund balances - beginning			978,411	
Fund balances - ending			\$ (9,093)	

CITY OF BELTON, MISSOURI
 BUDGETARY COMPARISON SCHEDULE --
 PUBLIC SAFETY BOND PROJECTS
 FOR THE YEAR ENDED MARCH 31, 2013

	<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	\$ -	\$ 68	\$ -	\$ (68)
OTHER FINANCING USES,				
Transfers out	(20,067)	(17,806)	(17,805)	(1)
Net change in fund balances	\$ (20,067)	\$ (17,738)	(17,805)	\$ (67)
Fund balances - beginning			17,805	
Fund balances - ending			\$ -	

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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.

Table 1

CITY OF BELTON, MISSOURI
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental activities:										
Net investment in capital assets	\$ 7,432,997	\$ 13,740,405	\$ 17,204,664	\$ 40,425,639	\$ 45,660,242	\$ 44,789,700	\$ 43,815,404	\$ 47,354,288	\$ 48,289,894	\$ 53,804,643
Restricted	2,466,449	8,043,215	6,447,288	22,986,085	22,040,470	15,624,790	17,308,886	2,798,213	5,656,000	5,292,737
Unrestricted	7,661,720	(9,469,007)	(9,162,738)	(27,955,481)	(33,091,858)	(34,557,154)	(36,406,951)	(25,120,757)	(29,825,744)	(35,693,961)
Total governmental activities net assets	\$ 17,593,166	\$ 12,314,613	\$ 14,489,214	\$ 35,465,443	\$ 34,808,854	\$ 25,877,336	\$ 24,716,839	\$ 25,031,744	\$ 24,120,150	\$ 23,433,429
Business-type activities:										
Net investment in capital assets	\$ 12,662,067	\$ 13,144,656	\$ 12,979,778	\$ 14,010,176	\$ 13,886,638	\$ 13,878,702	\$ 14,932,965	\$ 15,149,505	\$ 14,547,540	\$ 16,756,578
Restricted		824,881	1,629,482	1,075,861	713,910	862,377	720,898	520,289	392,373	23,363
Unrestricted	3,124,252	1,292,244	343,594	(517,361)	709,706	1,349,044	2,729,093	3,785,490	5,606,725	6,160,036
Total business-type activities net assets	\$ 15,816,326	\$ 15,251,781	\$ 14,952,854	\$ 14,568,676	\$ 15,310,254	\$ 16,091,123	\$ 18,382,976	\$ 19,455,284	\$ 20,546,638	\$ 22,939,977
Primary government:										
Net investment in capital assets	\$ 20,125,064	\$ 26,885,061	\$ 30,184,442	\$ 54,436,015	\$ 59,746,880	\$ 58,669,402	\$ 56,748,389	\$ 62,503,793	\$ 62,637,434	\$ 70,561,221
Restricted	2,466,449	8,668,096	8,076,770	24,061,946	22,754,380	16,467,167	18,029,284	3,318,502	6,048,373	5,316,100
Unrestricted	10,785,979	(8,186,763)	(8,819,144)	(28,472,842)	(32,382,152)	(33,188,110)	(33,677,858)	(21,335,267)	(24,219,019)	(29,593,915)
Total primary government net assets	\$ 33,399,492	\$ 27,566,394	\$ 29,442,068	\$ 50,025,119	\$ 50,119,108	\$ 41,968,459	\$ 43,099,815	\$ 44,487,028	\$ 44,666,788	\$ 46,373,406

* Net assets were restated for retroactive infrastructure reporting.

CITY OF BELTON, MISSOURI
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

Table 2

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Expenses:										
Governmental activities:										
General government	\$ 2,265,304	\$ 2,559,139	\$ 2,793,012	\$ 3,005,903	\$ 3,131,869	\$ 3,657,329	\$ 3,599,200	\$ 3,256,445	\$ 3,456,790	\$ 3,349,566
Public safety	3,383,065	3,610,673	3,921,266	4,193,069	4,905,470	4,951,838	4,917,654	5,037,182	5,353,171	5,250,999
Public works	2,312,234	2,223,050	3,022,343	6,896,887	3,671,068	13,660,507	3,825,746	3,691,941	4,156,822	4,156,822
Fire and emergency services	2,255,406	2,546,112	2,872,938	3,207,616	3,578,419	4,212,434	4,434,509	4,281,528	4,466,787	4,531,751
Civil defense	56,474	92,658	54,129	58,547	98,438	74,716	76,443	77,450	84,630	86,677
Parks and recreation	1,865,115	2,115,161	1,768,933	2,487,190	2,550,579	3,005,796	3,056,498	3,138,606	3,992,549	4,106,357
Community and economic development	2,095,956	7,888,254	661,761	173,443	2,620,822	179,442	444,924	3,899,354	5,857,933	1,106,772
Municipal jail	328,703	372,608	401,754	396,218	419,791	446,536	467,563	437,585	585,758	510,259
Interest on long-term debt	1,393,242	1,624,419	1,648,716	2,739,529	3,358,029	3,544,108	3,635,650	3,665,635	4,138,459	4,528,303
Total governmental activities expenses	15,746,489	22,991,454	17,114,852	23,134,398	24,334,445	33,733,766	25,267,526	26,604,629	31,593,800	27,632,795
Business-type activities:										
Water	3,356,539	3,740,508	3,949,958	4,249,830	4,562,285	4,570,240	4,503,667	4,665,938	4,862,873	5,112,970
Sewer	3,111,216	3,630,249	3,622,717	3,651,381	3,635,451	3,996,396	3,714,586	4,100,359	4,216,894	4,069,381
Golf course	999,015	887,635	1,023,707	1,309,347	1,421,349	1,373,895	1,315,278	1,212,370	1,235,376	1,117,196
Total business-type activities expenses	7,466,770	8,266,392	8,576,382	9,210,558	9,619,085	9,940,444	9,534,511	9,978,667	10,315,143	10,299,547
Total primary government expenses	\$ 23,213,259	\$ 31,257,846	\$ 25,691,234	\$ 32,344,956	\$ 33,953,530	\$ 43,674,210	\$ 34,802,037	\$ 36,583,296	\$ 41,908,943	\$ 37,932,333
Program Revenues:										
Governmental activities:										
Charges for services:										
General government	\$ 2,295,611	\$ 2,536,155	\$ 2,687,202	\$ 2,870,268	\$ 3,018,341	\$ 3,349,177	\$ 3,233,724	\$ 3,178,904	\$ 3,458,987	\$ 3,279,797
Public safety	145,646	146,082	183,991	274,902	327,735	321,834	301,949	233,534	242,661	243,625
Public works	376,586	327,158	577,690	1,718,060	906,468	880,818	233,242	180,178	1,098,181	146,312
Fire and emergency services	637,519	484,803	578,786	739,790	827,509	968,179	854,472	862,121	987,234	1,029,323
Parks and recreation	489,526	525,380	584,592	749,393	845,974	1,499,298	2,547,287	2,689,927	2,891,513	2,950,608
Community and economic development	305,305	481,643	630,705	493,400	533,313	463,629	614,678	499,038	1,692,955	953,262
Municipal jail	100,020	97,548	75,447	57,725	93,684	196,375	275,380	236,224	1,440,111	1,121,040
Operating grants and contributions	1,520,749	1,516,916	1,323,239	1,285,878	1,334,595	1,408,883	1,142,413	1,465,754	327,975	218,459
Capital grants and contributions	10,161	22,251	11,926	14,844	67,030	4,900	269,275	1,328,186	2,227,152	899,372
Total governmental activities program revenues	5,881,233	6,137,916	6,659,678	8,204,258	7,954,649	9,082,793	9,472,620	10,670,895	14,446,769	10,370,198
Business-type activities:										
Charges for services:										
Water	3,903,947	3,666,824	3,946,226	4,164,095	4,339,297	4,324,978	4,595,834	4,713,868	5,080,785	5,773,934
Sewer	3,092,962	3,183,749	3,379,546	3,659,866	4,211,189	4,704,234	4,875,473	4,999,365	5,126,878	5,479,518
Golf	819,890	733,717	768,508	880,287	927,882	965,781	947,855	955,113	756,678	783,693
Operating grants and contributions	-	-	-	-	-	-	-	55,113	-	429,377
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total business-type activities program revenues	7,815,829	7,584,290	8,093,680	8,744,029	9,278,267	9,994,993	10,420,162	10,428,137	10,974,371	12,476,522
Total primary government program revenues	\$ 13,697,062	\$ 13,724,206	\$ 14,753,258	\$ 16,948,286	\$ 17,233,016	\$ 19,087,786	\$ 19,892,782	\$ 21,097,032	\$ 25,421,140	\$ 22,846,720
Net (Expense)/Revenue:										
Governmental activities	\$ (9,864,256)	\$ (16,853,536)	\$ (10,455,274)	\$ (14,930,040)	\$ (16,379,796)	\$ (24,640,973)	\$ (15,794,906)	\$ (14,934,034)	\$ (17,147,031)	\$ (17,262,588)
Business-type activities	349,659	(880,102)	(482,702)	(466,630)	(340,698)	54,549	865,651	447,470	659,226	2,188,975
Total primary government net expense	\$ (9,515,197)	\$ (17,533,640)	\$ (10,937,976)	\$ (15,396,670)	\$ (16,720,494)	\$ (24,586,424)	\$ (14,909,255)	\$ (14,486,564)	\$ (16,487,803)	\$ (15,075,613)
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	\$ 1,225,553	\$ 1,262,226	\$ 1,306,224	\$ 1,316,337	\$ 1,311,326	\$ 1,364,406	\$ 1,366,129
Property taxes, levied for specific purposes	1,000,691	972,467	1,106,433	1,680,219	2,276,959	2,504,867	2,420,523	2,413,741	2,863,604	3,131,573
Franchise taxes and other taxes	2,115,455	2,306,913	2,377,285	2,468,383	3,476,635	3,878,180	3,973,556	4,453,626	3,678,950	3,916,319
Sales taxes	6,070,991	6,637,046	7,119,896	7,421,933	7,624,345	7,537,066	8,673,001	7,026,065	7,570,862	7,600,102
Investment earnings	162,114	212,303	361,841	1,004,725	1,464,814	820,048	698,191	84,134	94,134	70,551
Miscellaneous	201,866	281,306	369,587	406,626	230,292	183,644	405,908	544,311	773,568	591,949
Special item-gain on sale of assets	-	-	-	-	-	113,582	(25,363)	-	-	(196,272)
Transfers	115,000	115,000	115,000	115,000	(793,305)	(640,178)	(84,173)	(297,114)	(309,875)	(124,486)
Total governmental activities	10,828,633	11,584,992	12,629,875	14,342,459	19,732,207	15,709,456	15,387,950	15,578,434	16,235,439	16,575,655
Business-type activities:										
Investment earnings	181,126	230,785	298,459	197,354	288,011	85,994	264,722	128,551	104,297	80,785
Miscellaneous	1,432	(229)	314	-	960	148	303,766	3,902	17,854	1,100
Transfers	(115,000)	(115,000)	(115,000)	(115,000)	793,305	640,178	84,173	297,114	309,875	124,486
Total business-type activities	67,558	115,556	183,773	82,354	1,082,276	726,320	652,861	429,567	432,126	206,372
Total primary government	\$ 10,896,391	\$ 11,700,551	\$ 12,813,648	\$ 14,424,793	\$ 16,814,483	\$ 16,435,776	\$ 16,040,811	\$ 16,008,001	\$ 16,667,565	\$ 16,782,027
Change in Net Position:										
Governmental activities	\$ 964,577	\$ (5,268,543)	\$ 2,174,601	\$ (687,601)	\$ (647,589)	\$ (8,531,518)	\$ (406,958)	\$ 644,400	\$ (911,592)	\$ (866,723)
Business-type activities	416,617	(584,546)	(298,929)	(384,176)	741,578	760,869	1,538,312	877,037	1,051,354	2,393,347
Total primary government	\$ 1,381,194	\$ (5,833,089)	\$ 1,875,672	\$ (971,777)	\$ 93,989	\$ (6,190,649)	\$ 1,131,356	\$ 1,521,437	\$ 179,762	\$ 1,706,624

Table 3

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

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Fund:										
Reserved	\$ 219,660	\$ 211,854	\$ 210,235	\$ 57,693	\$ 100,704	\$ 98,551	\$ 128,565	\$ 97,502	\$ -	\$ -
Unreserved	2,715,524	2,536,500	2,019,157	2,221,868	2,361,131	2,748,260	2,044,933	2,417,532	2,125,898	1,831,961
Committed	-	-	-	-	-	-	-	-	570,992	-
Unassigned	-	-	-	-	-	-	-	-	-	-
Total general fund	\$ 2,935,184	\$ 2,748,354	\$ 2,229,392	\$ 2,279,561	\$ 2,461,835	\$ 2,844,811	\$ 2,173,518	\$ 2,515,034	\$ 2,696,800	\$ 1,831,961
All other governmental funds:										
Reserved	\$ -	\$ 1,951,844	\$ 2,255,331	\$ 3,089,550	\$ 4,336,373	\$ 4,420,564	\$ 4,682,848	\$ 4,514,836	\$ -	\$ -
Unassigned	-	-	-	-	-	-	-	-	-	(9,093)
Unreserved, reported in:										
Special revenue	5,031,716	1,390,247	1,809,350	5,472,510	1,018,829	4,422,899	1,837,362	2,093,298	-	-
Capital projects	971,884	2,108,751	234,140	18,952,578	16,591,612	9,821,795	11,040,655	6,619,765	-	-
Debt service	1,349,358	3,819,648	3,795,579	943,957	1,108,723	1,382,411	1,564,983	1,541,918	-	-
Restricted for:										
Impact fees	-	-	-	-	-	-	-	-	649,892	25,296
Hotel/motel	-	-	-	-	-	-	-	-	12,673	9,270
Drug seizure	-	-	-	-	-	-	-	-	182,827	120,721
DWI recovery	-	-	-	-	-	-	-	-	15,775	5,364
Special training	-	-	-	-	-	-	-	-	24,499	8,466
TIF	-	-	-	-	-	-	-	-	229,255	1,762,358
Capital improvements sales tax	-	-	-	-	-	-	-	-	1,497,355	1,396,483
Capital projects	-	-	-	-	-	-	-	-	8,417,267	2,855,248
Park	-	-	-	-	-	-	-	-	102,003	293,663
Street	-	-	-	-	-	-	-	-	426,610	616,478
Debt service	-	-	-	-	-	-	-	-	6,404,594	6,595,375
Total all other governmental funds	\$ 7,352,958	\$ 9,270,490	\$ 8,094,400	\$ 28,458,595	\$ 23,056,537	\$ 20,047,689	\$ 19,145,748	\$ 14,769,617	\$ 17,958,750	\$ 13,677,657

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

Note1: GASB #54 was implemented in the 2012 fiscal year, so there is not prior year data. Ultimately, this schedule will contain information for the last 10 fiscal years.

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

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Revenues:										
Taxes	\$ 10,349,833	\$ 10,976,386	\$ 11,783,437	\$ 12,816,088	\$ 14,830,406	\$ 15,226,359	\$ 14,663,417	\$ 15,205,380	\$ 15,877,722	\$ 16,234,123
Special assessments	10,161	22,251	11,926	14,844	-	4,900	4,247	-	736	-
Licenses and permits	272,527	300,003	450,958	1,465,684	765,598	878,156	206,807	241,076	1,153,374	260,386
Intergovernmental	1,373,924	1,399,586	1,296,918	1,342,552	1,485,728	1,427,208	1,514,582	2,820,907	3,746,205	2,031,037
Charges for services	648,595	1,464,414	1,731,723	2,113,951	2,035,519	3,316,674	4,202,571	4,284,462	4,752,938	4,740,503
Fees and fines	162,114	212,303	748,608	750,603	1,047,051	1,074,381	920,997	990,259	1,218,970	858,543
Investment earnings	423,728	434,662	361,841	1,004,725	1,464,614	820,048	508,191	125,857	94,134	70,551
Other	1,643,289	2,110,035	2,207,357	448,459	599,310	290,923	331,121	284,489	1,767,265	478,756
Interfund charges for support	420,305	896,643	2,207,357	2,424,516	2,150,106	2,807,713	2,244,702	2,116,702	2,116,702	2,116,702
In lieu of taxes	17,185,144	19,217,772	19,784,832	22,985,673	24,962,016	25,904,580	25,214,762	26,654,559	31,100,309	31,100,309
Total revenues	17,185,144	19,217,772	19,784,832	22,985,673	24,962,016	25,904,580	25,214,762	26,654,559	31,100,309	31,100,309
Expenditures:										
General government	2,103,519	2,395,076	2,620,330	2,848,691	3,001,427	3,156,330	3,178,559	2,992,073	2,876,019	2,944,791
Public safety	3,244,545	3,452,198	3,782,057	4,037,529	4,448,830	4,037,900	4,706,298	4,623,298	4,725,901	4,805,246
Public works	3,840,775	2,684,054	2,937,186	2,840,934	2,463,207	2,477,149	2,481,496	2,173,794	2,059,056	2,140,309
Fire and emergency services	2,031,027	2,343,366	2,676,467	3,015,461	3,421,884	3,636,648	3,979,649	3,871,855	3,967,685	4,116,084
Civil defense	52,869	48,098	50,078	55,646	56,876	64,370	64,096	62,716	71,574	73,821
Parks and recreation	1,335,200	1,775,890	1,416,497	2,086,676	2,107,416	2,571,640	3,217,151	3,189,213	3,215,584	3,294,137
Community and economic development	2,095,526	7,865,084	638,066	309,624	387,705	525,187	569,773	1,480,342	609,931	7,001,986
Municipal jail	328,329	368,228	397,790	392,585	417,902	442,732	478,160	428,454	583,207	504,788
Capital outlay	1,413,766	2,700,450	2,749,838	5,913,015	13,210,101	23,968,267	5,562,385	5,116,987	12,633,411	8,414,143
Debt service:										
Principal	1,438,687	4,925,000	2,579,743	1,429,498	10,547,118	2,032,888	2,466,600	2,689,283	5,061,447	2,823,452
Interest and other charges	1,245,259	2,084,694	1,631,850	2,641,125	3,301,029	4,006,217	3,629,384	3,651,146	4,112,777	4,364,730
Total expenditures	19,129,502	30,442,068	21,479,884	25,582,784	43,384,485	47,722,328	30,323,531	30,279,161	39,918,542	40,483,487
Excess of revenues over (under) expenditures	(1,944,358)	(12,224,296)	(1,695,052)	(2,597,111)	(18,422,479)	(21,817,748)	(5,110,769)	(3,624,592)	(8,818,233)	(13,108,540)
Other Financing Sources (Uses):										
Issuance of long-term debt	-	13,955,000	-	22,665,000	13,996,000	19,832,054	4,080,333	40,978	14,885,000	8,145,711
Paid to escrow agent	-	-	-	-	-	-	-	-	(2,508,683)	-
Premiums on bond issuances	-	-	-	231,479	-	-	294,916	-	122,592	(68,649)
Transfers in	1,154,498	1,236,927	1,621,600	2,027,673	1,570,318	1,191,063	505,974	327,703	12,816,763	1,920,498
Transfers out	(1,154,498)	(1,236,927)	(1,621,600)	(1,972,673)	(2,363,623)	(1,831,231)	(690,147)	(624,817)	(13,126,728)	(1,744,984)
Total other financing sources (uses)	-	13,955,000	-	23,011,479	13,202,695	19,191,876	4,281,076	(256,136)	12,188,934	7,962,576
Net change in fund balances	(1,944,358)	1,730,704	(1,695,052)	20,414,368	(5,219,784)	(2,625,872)	(819,693)	(3,860,728)	3,370,701	(5,145,964)
Debt service as a percentage of noncapital expenditures	14.28%	23.31%	22.48%	20.69%	45.89%	17.67%	24.54%	25.20%	33.62%	22.41%

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
2004	2,106,532	53,973	2,115,455	161,349	5,909,642	2,882	-	10,349,833
2005	1,960,388	70,734	2,306,913	166,871	6,471,175	1,305	-	10,976,388
2006	2,223,838	55,447	2,370,257	170,661	6,956,173	1,061	-	11,783,437
2007	2,825,447	71,359	2,476,721	178,288	7,244,577	5,986	10,730	12,816,088
2008	3,452,782	76,443	3,326,259	172,112	7,652,234	4,503	146,073	14,630,406
2009	3,636,455	73,316	3,878,180	169,411	7,367,677	10,469	86,851	15,226,359
2010	3,663,333	68,927	3,662,096	128,596	6,997,757	4,600	58,108	14,593,417
2011	3,656,056	67,178	4,110,378	120,822	7,246,940	1,355	651	15,205,380
2012	4,118,740	96,884	3,508,162	117,803	7,825,695	10,448	-	15,677,722
2013	4,401,575	114,514	3,554,935	128,713	8,032,773	1,613	-	16,234,123
Change 2004-2013	108.95%	112.17%	68.05%	-20.23%	35.93%	-44.03%	0.00%	56.85%

Source: City records.

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

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
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	-	-	-	0.2500	0.2500	0.2500	0.2500	0.2500	0.2500	0.2500
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	2.7500						
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	1.2500	1.2500	1.2500	1.2500	1.2500	1.2500	1.2500	1.2500	1.2500	1.2500
City of Belton	2.5000	2.5000	2.5000	2.7500	2.7500	2.7500	2.7500	2.7500	2.7500	2.7500
Total Direct and Overlapping Sales Tax Rate	7.9750	7.9750	7.9750	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:

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Belton Town Centre TDD	-	-	-	-	-	1.0000	1.0000	1.0000	1.0000	1.0000
Cornerstone Pointe TDD	-	-	-	-	-	-	-	1.0000	1.0000	1.0000
Belton/Raymore Interchange TDD	-	-	-	-	-	-	0.5000	0.5000	0.5000	0.5000

Table 7

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

Sales by Category	2007	2008	2009	2010	2011	2012	2013
Retail Grocers	\$ 47,379,708	\$ 47,254,117	\$ 43,323,934	\$ 39,424,780	\$ 39,446,551	\$ 42,208,736	\$ 48,895,763
Department Stores	45,689,452	45,661,282	48,607,718	44,233,023	51,032,754	55,267,795	54,289,278
Automotive Parts and Repairs	42,214,002	42,210,138	39,704,357	36,130,965	28,967,987	44,501,433	30,996,417
Eating and Drinking Establishments	36,810,852	36,900,687	40,427,647	36,789,159	35,503,635	35,522,860	42,609,023
Home Repair and Building Supplies	26,868,773	26,812,729	30,124,068	27,412,902	15,739,460	17,158,140	14,941,520
Hardware and Hand Tools	16,570,840	16,459,299	10,873,880	9,895,231	8,431,434	11,384,169	12,205,815
Telephone, Cellular, and Pager Communications	12,263,102	12,211,738	13,943,393	12,688,488	12,405,355	13,626,394	13,303,593
Convenience Stores	11,773,374	11,680,793	12,650,743	11,512,176	12,382,079	14,387,927	13,611,756
Furniture Stores	9,193,870	9,291,540	9,299,408	8,462,461	4,979,402	5,238,168	4,963,573
Utilities, Electrical, and Natural Gas	7,456,406	7,433,232	8,316,211	7,567,752	7,916,377	8,629,255	7,788,658
	<u>\$266,220,379</u>	<u>\$255,915,555</u>	<u>\$ 257,271,359</u>	<u>\$ 234,116,937</u>	<u>\$ 216,805,034</u>	<u>\$ 247,924,697</u>	<u>\$ 243,605,396</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 SEVEN PRIOR YEARS

Table 8

Industry	Percentage of Total City Sales Tax Revenues						
	2007	2008	2009	2010	2011	2012	2013
Retail Grocers	17.85%	17.80%	16.30%	16.43%	17.57%	16.01%	18.61%
Department Stores	17.21%	17.20%	18.20%	18.13%	22.73%	20.96%	20.65%
Automotive Parts and Repairs	15.90%	15.90%	14.90%	15.08%	12.90%	16.88%	11.80%
Eating and Drinking Establishments	13.87%	13.90%	15.20%	14.90%	15.81%	13.47%	16.21%
Home Repair and Building Supplies	10.12%	10.10%	11.30%	11.22%	7.01%	6.51%	5.69%
Hardware and Hand Tools	6.24%	6.20%	4.10%	4.12%	3.76%	4.32%	4.64%
Telephone, Cellular, and Pager Communications	4.62%	4.60%	5.20%	5.29%	5.53%	5.17%	5.06%
Convenience Stores	4.43%	4.40%	4.70%	4.80%	5.51%	5.46%	5.18%
Furniture Stores	3.48%	3.50%	3.50%	3.53%	2.22%	1.99%	1.90%
Utilities, Electrical, and Natural Gas	2.81%	2.80%	2.80%	2.81%	3.53%	3.27%	2.86%
	<u>96.51%</u>	<u>96.40%</u>	<u>96.20%</u>	<u>96.28%</u>	<u>96.57%</u>	<u>94.04%</u>	<u>92.70%</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,	RESIDENTIAL PROPERTY	COMMERCIAL PROPERTY	INDUSTRIAL PROPERTY	TOTAL TAXABLE ASSESSED VALUE	TOTAL DIRECT TAX RATE
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	185,020,995	39,804,548	319,420	225,144,963	1.57
2011	186,165,222	40,085,948	319,420	226,570,590	1.57
2012	181,095,367	41,286,758	338,020	222,720,145	1.80
2013	182,923,949	40,615,878	332,590	223,872,417	1.90

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.

Table 10

**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		
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		
2011	0.53	0.80	0.24	1.57	0.85	5.33		
2012	0.55	1.01	0.24	1.80	0.85	5.38		
2013	0.55	1.11	0.24	1.90	0.80	5.46		

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 TEN YEARS AGO

Table 11

Taxpayer	2013			2003		
	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.	\$ 5,532,570	1	2.44%	\$ 3,808,020	1	2.41%
Research Belton Hospital	3,384,760	2	1.49%	-	-	-
Carnegie Village	2,323,060	3	1.03%	-	-	-
Home Depot	1,766,140	4	0.78%	-	-	-
Target	1,752,750	5	0.77%	-	-	-
Hy-Vee Food Store	1,466,810	6	0.65%	544,150	10	0.34%
MAP Belton (Belton Marketplace)	1,428,970	7	0.63%	-	-	-
Missouri Gas Energy	1,519,800	8	0.67%	1,171,510	2	0.74%
Lakewood Terrace	1,311,000	9	0.58%	-	-	-
Kohl's	1,231,940	10	0.54%	-	-	-
Plexes Association	-	-	-	-	-	-
Dickinson, Inc.	-	-	-	963,040	3	0.61%
North Cass Development	-	-	-	901,650	4	0.57%
Sun Communities	-	-	-	-	-	-
S & S Real Estate-Real Estate Management	-	-	-	661,120	6	0.42%
Arc Spec LLC	-	-	-	597,590	7	0.38%
Georgetown Apartments	-	-	-	-	-	-
Cottages of Belton	-	-	-	546,350	9	0.35%
Belton Food Center	-	-	-	677,330	5	0.43%
B K Belton/Eckerd Corp	-	-	-	589,960	8	0.38%
	<u>\$ 21,717,800</u>		<u>9.59%</u>	<u>\$ 10,460,720</u>		<u>6.63%</u>

Source: City tax billing records.

**CITY OF BELTON, MISSOURI
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
2004	1,837,962	1,782,354	96.97%	32,698	1,815,052	98.75%
2005	2,068,651	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%	8,653	2,742,554	100.01%
2008	3,344,218	3,337,529	99.80%	6,338	3,343,867	99.99%
2009	3,532,786	3,402,889	96.32%	129,544	3,532,433	99.99%
2010	3,652,320	3,438,540	94.15%	201,376	3,639,916	99.66%
2011	3,629,898	3,419,960	94.22%	156,282	3,576,242	98.52%
2012	4,060,481	3,874,126	95.41%	-	3,874,126	95.41%
2013	4,306,218	4,110,327	95.45%	-	4,110,327	95.45%

Source: City's tax billing records.

Table 13

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
	Notes Payable	Sales Tax Revenue Bonds	General Obligation Bonds	Certificates of Participation	Revenue Bonds	Certificates of Participation	Capital Leases	SRF Loan	Capital Leases				
2004	-	8,140,000	5,675,000	7,750,000	4,900,000	2,065,000	-	-	-	28,430,000	6.35%	1,254	
2005	80,900	16,140,000	3,330,000	7,035,000	4,075,000	1,970,000	-	-	-	36,640,900	5.32%	1,539	
2006	86,157	16,720,000	4,955,000	6,255,000	3,675,000	3,300,000	-	-	-	34,991,157	4.92%	1,450	
2007	81,659	22,780,000	20,480,000	5,910,000	3,250,000	3,150,000	-	-	-	55,651,559	7.49%	2,266	
2008	76,951	19,180,000	19,835,000	13,698,550	2,795,000	3,131,450	-	-	-	59,862,932	10.58%	2,416	
2009	2,723,383	18,740,000	19,160,000	29,796,450	2,210,000	3,028,550	-	1,235,941	-	76,921,997	13.45%	3,102	
2010	2,572,746	18,185,000	22,235,000	28,821,650	1,785,000	2,810,950	-	1,083,740	-	77,746,873	13.65%	3,135	
2011	2,397,034	17,975,000	21,415,000	27,814,150	4,730,000	2,810,950	-	925,083	-	77,765,683	14.53%	3,209	
2012	180,863	16,895,000	32,860,000	25,788,950	4,135,000	2,696,050	-	587,292	-	84,222,032	17.22%	3,643	
2013	90,486	24,130,000	32,015,000	25,676,050	3,500,000	2,678,950	-	479,338	-	86,684,237	18.59%	3,815	

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

Table 14

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

Fiscal Year Ended March 31,	GENERAL BONDED DEBT OUSTANDING	Percentage of Actual Taxable Value of Property	Per Capita
General Obligation Bonds			
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%	800.44
2009	19,160,000	8%	772.74
2010	22,235,000	10%	896.50
2011	21,415,000	9%	897.38
2012	32,860,000	15%	1,421.53
2013	32,015,000	14%	1,377.34

Note 1: Details regarding the City's outstanding debt can be found in the Notes to the 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, 2013**

<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	\$ 59,065,000	89.00%	\$ 52,567,850
Little Blue Valley Sewer District	204,687,901	3.99%	<u>8,167,047</u>
			60,734,897
City governmental activities direct debt			<u>82,125,949</u>
Total direct and overlapping debt			<u>\$ 142,860,846</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, 2013**

Assessed value, March 31, 2013 (3)	<u>\$ 223,872,417</u>
Constitutional debt limit:	
Ordinary (1)	\$ 22,387,242
Additional (2)	<u>22,387,242</u>
	\$ 44,774,484
Less:	
General Obligation Bonds payable	\$ 32,015,000
Debt service fund balance	<u>1,721,912</u>
	30,293,088
Legal debt margin	<u>\$ 14,481,396</u>

(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(c) 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										
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	
Debt limit	\$ 37,035,400	\$ 40,472,210	\$ 40,821,070	\$ 42,188,194	\$ 44,109,125	\$ 46,307,677	\$ 46,313,154	\$ 45,314,118	\$ 44,544,030	\$ 44,774,484	
Total net debt applicable to limit	4,910,873	4,553,534	4,200,212	19,538,043	18,725,277	17,777,589	20,650,117	19,673,082	31,282,561	30,293,088	
Legal debt margin	\$ 32,124,527	\$ 35,918,676	\$ 36,620,858	\$ 22,632,151	\$ 25,383,848	\$ 27,530,088	\$ 24,663,037	\$ 25,441,036	\$ 13,261,469	\$ 14,481,396	
Total net debt applicable to the limit as a percentage of debt limit	13.26%	11.25%	10.29%	46.33%	42.45%	39.24%	45.57%	43.86%	70.23%	67.66%	

CITY OF BELTON, MISSOURI
 PLEDGED 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	Interest	Coverage	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Principal	Interest	Coverage
2003	3,838,424	2,903,287	928,137	230,000	2,311	6.06	2,918,246	2,515,379	402,867	415,000	290,179	24.16
2004	-	-	-	-	-	-	3,082,982	2,619,472	473,520	475,000	286,224	24.61
2005	-	-	-	-	-	-	3,163,749	3,091,263	92,486	725,000	326,486	33.03
2006	-	-	-	-	-	-	3,378,946	3,164,153	214,793	775,000	227,129	29.66
2007	-	-	-	-	-	-	3,699,666	3,197,002	502,664	425,000	202,323	16.96
2008	-	-	-	-	-	-	4,011,188	3,110,521	900,667	485,000	195,769	18.22
2009	-	-	-	-	-	-	4,704,234	3,479,326	1,224,908	485,000	153,526	13.57
2010	-	-	-	-	-	-	4,976,473	3,236,001	1,740,472	525,000	118,159	12.92
2011	-	-	-	-	-	-	4,899,366	3,501,761	1,397,605	565,000	124,917	13.88
2012	-	-	-	-	-	-	5,136,878	3,621,922	1,514,956	585,000	239,631	16.25
2013	-	-	-	-	-	-	5,479,518	3,473,420	2,006,098	635,000	226,371	15.72

Note 1: Details regarding the City's outstanding debt can be found in the Notes to the 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
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	24,780	\$ 565,999,980	\$ 22,841	36.1	5,000	5.7%
2009	24,795	\$ 571,995,855	\$ 23,069	32.6	5,113	11.3%
2010	24,802	\$ 569,503,524	\$ 22,962	33.8	5,075	13.1%
2011	23,864	\$ 535,253,410	\$ 22,429	33.3	5,015	12.2%
2012	23,116	\$ 489,198,400	\$ 21,135	33.6	5,013	10.2%
2013	23,244	\$ 477,096,800	\$ 21,605	34.3	5,023	8.3%

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 TEN YEARS AGO

Table 19

Employer	2013			2003		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Belton School District	500	1	8.47%	568	1	10.59%
Belton Regional Medical Center	421	2	7.13%	231	4	4.31%
Quik Trip Distribution	325	3	6.00%	292	2	5.44%
City of Belton	315	4	5.50%	199	5	3.71%
Adesa Auto Auction	100	8	1.68%			
Hy-Vee	272	5	4.61%	273	3	5.09%
Price Chopper	87	9	1.47%	133	7	2.46%
Kohl's	112	7	1.90%			
Target	71	10	1.25%	110	8	2.05%
Home Depot	120	6	2.03%	150	6	2.80%
Beautiful Savior Home				110	9	2.05%
ROM				108	10	2.01%
	<u>2,323</u>		<u>40.05%</u>	<u>2,174</u>		<u>40.53%</u>

Source: Employer HR Departments

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

Function/Program	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General government	20	20	21	21	20	20	19	19	14	13
Public safety	51	51	70	55	64	62	60	59	59	58
Public works	19	22	22	23	22	24	21	21	21	23
Fire and emergency services	31	33	33	33	41	45	45	45	45	43
Civil defense	1	1	1	1	1	1	1	1	1	1
Parks and recreation	9	10	11	11	15	16	15	15	12	14
Community and economic development	2	3	3	3	3	3	3	3	3	3
Municipal jail	8	8	8	8	8	8	8	8	8	7
Water	10	11	11	11	11	11	11	11	10	10
Sewer	12	11	11	11	13	12	11	11	11	10
Golf course	-	3	3	10	5	5	5	5	5	5
Total	163	173	194	187	203	207	199	198	189	187

Source: City Administration

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.

Table 21

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

Function/Program	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General government ^b										
Public safety:										
Arrests	3,486	3,527	3,681	3,511	3,246	3,660	2,720	2,807	2,446	2,440
Traffic and other citations	6,875	5,383	7,084	7,049	8,099	8,751	9,152	7,329	7,197	7,808
Public works ^a :										
Asphalt overlay (miles)	-	-	-	0.75	3.71	5.54	2.28	-	13.50	1.70
Sidewalks (feet)	-	-	-	3,500	2,987	1,662	1,512	65	6,200	183
Curbs (feet)	-	-	-	680	1,378	1,346	2,676	50	19,485	789
Fire and emergency services:										
Emergency responses	2,943	3,108	3,077	3,099	2,978	3,004	2,667	3,171	3,517	4,080
Fires	171	171	143	151	78	19	84	657	105	141
Inspections	275	163	187	382	408	588	677	50	796	545
Civil defense ^b										
Parks and recreation:										
Athletic fields	7	8	8	9	9	9	9	7	7	7
Baseball/softball diamonds	9	11	11	11	11	11	11	11	11	11
Football/soccer fields	7	7	7	7	7	7	7	11	9	8
Community Center admissions	64,044	73,438	84,394	110,729	124,690	164,422	228,978	239,006	249,275	245,968
Community and economic development:										
Code violations	2,504	2,501	2,709	3,415	2,694	2,136	1,773	1,640	1,536	2,111
Tickets issued	196	444	94	236	220	97	185	251	162	179
Commercial building permits	14	7	37	17	28	4	1	1	11	4
Residential building permits	139	152	172	186	64	14	47	54	24	2
Municipal jail,										
Inmates	3,298	3,184	3,566	3,352	3,575	3,538	3,551	3,335	2,885	3,053
Water:										
Water main breaks	61	35	30	45	42	21	11	25	55	70
New connections	162	194	346	250	133	46	35	50	27	8
Average daily use	1,923,456	1,794,090	1,896,759	2,013,089	1,931,801	1,842,503	1,838,606	1,855,910	1,775,792	2,000,000
Average daily maximum use	3,203,773	2,389,130	2,743,427	2,989,427	2,349,143	2,283,000	2,301,666	2,750,106	2,731,990	3,000,000
Capacity of water plant per day (gallons)	5,300,000	5,300,000	5,300,000	5,300,000	5,300,000	5,300,000	5,300,000	5,300,000	5,300,000	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	1,800,000	3,800,000	3,800,000
Sewer:										
Average daily flow (million gallons)	0.59	1.69	1.49	0.92	1.54	1.59	1.58	1.63	1.00	0.96
Treatment plant average load per day (pounds)	1,085	1,412	1,364	1,385	1,729	1,449	1,448	1,645	1,305	1,506
Treatment plant capacity per day	2,260,000	2,260,000	2,260,000	2,260,000	2,260,000	2,260,000	2,260,000	2,260,000	2,260,000	2,260,000
Golf course,										
Rounds	26,595	24,613	25,609	26,516	26,778	28,963	22,811	21,894	23,718	23,189

^a Indicators were not available for all years

^b Indicators were not available for this function

Source: Various City departments

Table 22

CITY OF BELTON, MISSOURI
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General government										
Public safety:										
Police stations	1	1	1	1	1	1	1	1	1	1
Patrol units	9	9	9	9	9	9	9	9	9	9
Public works:										
Streets (miles)	148	214	216	216	217	336	336	286	243	286
Street lights	889	978	978	1,066	1,072	1,100	1,100	1,159	1,159	1,160
Fire and emergency services,										
Fire stations	1	1	1	1	2	2	2	2	2	2
Parks and recreation:										
Community center	1	1	1	1	1	1	1	1	1	1
Acreage	168	168	168	168	168	168	168	161	180	165
Playgrounds	11	11	11	11	11	11	11	5	6	4
Municipal jail	1	1	1	1	1	1	1	1	1	1
Water										
Fire hydrants	1,098	1,108	1,133	1,153	1,159	1,216	1,216	1,253	1,226	1,232
Sewer:										
Sanitary sewers (miles)	122	122	122	122	124	124	124	129	125	126
Storm sewers (miles)	45	48	48	48	48	48	48	49	50	51
Golf course	1	1	1	1	1	1	1	1	1	1

Source: Various City departments