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***CITY OF WARRENTON, MISSOURI***

***ANNUAL COMPREHENSIVE  
FINANCIAL REPORT  
YEAR ENDED JUNE 30, 2021***

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***Prepared By: Finance Department***

# ***CITY OF WARRENTON, MISSOURI***

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# CITY OF WARRENTON, MISSOURI

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## **INTRODUCTORY SECTION**

***CITY OF WARRENTON, MISSOURI***  
**LIST OF PRINCIPAL OFFICIALS**  
**JUNE 30, 2021**

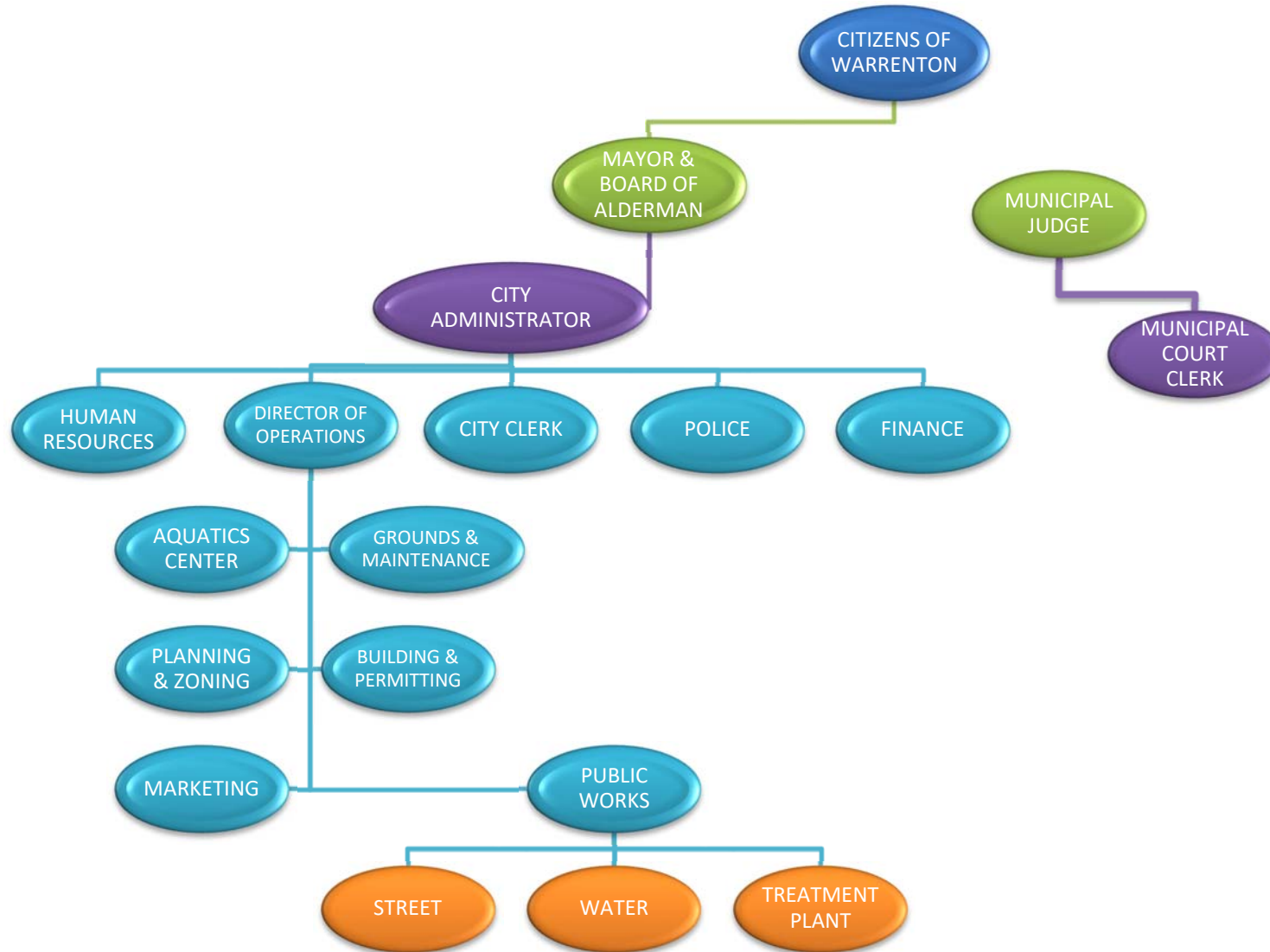
**MAYOR**  
Eric Schleuter

**ALDERMAN**  
Larry Corder  
Jack Crump  
Steven Cullom  
Scott Schulze  
Jeff Jaspering  
Bob Delaloye

**CITY ADMINISTRATOR**  
Brandie Walters

**FINANCE OFFICER**  
Dana Belaska

# ORGANIZATION CHART





## City of Warrenton

200 West Booneslick Warrenton, MO 63383

Phone: 636-456-3535 Fax: 636-456-8135

[www.warrenton-mo.org](http://www.warrenton-mo.org)

November 10, 2021

Mayor, Members of the Board of Aldermen and Citizens of the City of Warrenton, Missouri:

The Annual Comprehensive Financial Report (ACFR) of the City of Warrenton, Missouri (the City) for the fiscal year ended June 30, 2021 is hereby submitted. Responsibility for both the accuracy and the completeness rests with the City. To the best knowledge and belief of management, the data is accurate in all material respects and is reported in a manner designed to fairly present the financial position and results of operations of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included. An independent audit has been completed on the financial statements and disclosures. Botz, Deal & Company P.C. have issued an unmodified "clean" opinion on the City of Warrenton, Missouri's financial statements for the year ended June 30, 2021. The auditor's report on the financial statements has also been included.

Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

The City defines its financial reporting entity in accordance with the provisions established by the Government Accounting Standards Board (GASB). GASB requirements for inclusion of component units are primarily based on whether the City's governing body has any significant amount of financial accountability for legally separate entities. The City includes the Industrial Development Authority of the City of Warrenton, Missouri (IDA) in its reporting entity. The IDA is a legally separate entity of the City. However, the City has significant influence over the activities of the IDA and is, therefore, reported in the City's financial statements. All funds, agencies, boards, commissions and authorities for which the City is financially accountable have been included.

### **PROFILE OF THE CITY**

Warrenton had its start in the 1830s as a planned community which was to hold the county seat. The community took its name from Warren County. Warrenton is established on a strong agricultural foundation with a light industrial sub-base. Warrenton is located off Interstate 70 within an hour drive of downtown St. Louis to the east, and the university town of Columbia, Missouri to the west. This central location makes it logistically ideal for transportation of goods. It also makes Warrenton a central refueling point for travelers headed to the large variety of area tourist attractions like the Lake of the Ozarks, the Missouri wine trails, and historical sites such as the Booneslick Trail and Daniel Boone home.

Established in 1864, Warrenton was named for Joseph Warren, who served as President of the Revolutionary Massachusetts Provincial Congress. Warrenton, a fourth class City, operates under a Mayor-Board of Aldermen form of government.

The area's natural beauty and westward expansion has brought many families and businesses to Warrenton. Today, over 8,000 people call Warrenton home. Warrenton has several parks open for the enjoyment of residents. An athletic complex is home to little league soccer, baseball, softball, and tee ball. Binkley Woods Park and Spectator Lake offer walking trails, fishing accessibility, a small playground and barbecue grills. Dyer Park offers playgrounds, basketball hoops, and tennis courts, as well as an outdoor stage for concerts and other events. Khoury Park has two baseball fields, basketball hoops, and a playground. Morgan Park offers a tennis court. The city Pool Park features an indoor/outdoor pool, dog-friendly trails, walking trails, a dog park, and a Frisbee golf course.

Warrenton is proud to be a city that provides law enforcement, planning and development, code enforcement, parks and recreation, general administration, infrastructure construction and maintenance (roadways, sidewalks, stormwater systems, snow removal, etc.), street lighting, water, sewer services and contracted solid waste collection.

Additional information is available on the City's website at [www.Warrenton-mo.org](http://www.Warrenton-mo.org).

## **FACTORS AFFECTING FINANCIAL CONDITION**

**Local Economy.** The City of Warrenton was impacted by the global pandemic. Despite changes in daily lives, the finances of the city remain stable. Sales taxes are increasing and continue to represent a large portion of city revenue. Meanwhile property taxes have maintained slow, steady growth. Thus far the pandemic cycle hasn't shown hardship towards property valuations. With close contact and in-person interactions severely limited, parks and recreation along with court activities decreased in recent years but are starting to return to normal.

In addition to ongoing residential improvements and rebuilds, the commercial landscape in the City remains positive as well. There is continued growth in the TIF incentivized redevelopment at the Shoppes at Warrenton, including the new Rural King farm and home store.

**Long-Term Financial Planning.** Long term financial planning by the board and staff is reviewed annually as a part of the budget process. The City issued debt of \$3.5 million to expand a sewer interceptor to the north quadrant of the City and improvements to the wastewater treatment plant. This will allow for development in this quadrant.

Additional dedicated sales tax, approved by the voters, funded a second interchange on highway I-70. Completion of this project in 2018 and TIF incentives has spurred development in the area. Rural King is a key anchor store to the area and the retail center has increased occupied spaces. Sales tax above the planned amount has allowed the City to pay down the debt by \$3.5 million above scheduled payments in the first four years.

**Relevant Financial Policies.** The City has both investment and purchasing policies. The investment and purchasing policies have been established to protect city funds and ensure a fair vendor environment in addition to complying with statutory requirements.



## **SIGNIFICANT EVENTS AND ACCOMPLISHMENTS**

During the 2021 fiscal year, the City continued several significant projects that reflect many years of work and continue to look forward toward the next set of projects. Plans are to continue the work on the redevelopment efforts at the Shoppes at Warrenton including the sale of TIF bonds in the next year.

The City completed engineering, right-of-way acquisition, and began construction on the \$2.8 million cost sharing project with MODOT for sidewalks on North Hwy 47. This will allow for safe pedestrian traffic to stores and restaurants along a dangerous roadway with residential developments.

The City, completed construction of a sewer interceptor to the west interchange area costing \$1 million. The City completed engineering for a sewer interceptor to the north and improvements to the UV system at the wastewater treatment plant and issued \$3.5 million in bonds in July 2021 for construction of these projects.

This Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2021 is the City's first submission to the Government Finance Officers Association (GFOA) for consideration of a Certificate of Achievement for Excellence in Financial Reporting. This prestigious award recognizes conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized ACFR in addition to satisfying both generally accepted accounting principles and applicable legal requirements.

## **FINANCIAL INFORMATION**

The City's accounting system is designed around the following basic principles:

1. The City finances are comprised of "funds" which in many ways act as subsidiaries would in the private sector. A fund is an accounting entity with a complete set of self-balancing accounting records which are established to accomplish a specific purpose.
2. Internal controls exist within the accounting system maintain the accuracy of financial reporting. These internal controls are established to be consistent with sound management practices based on the cost/benefit of the controls imposed.
3. In addition, the City maintains budgetary controls. The objective of these controls is to ensure compliance with legal provisions. The annual appropriation ordinance includes all reported funds and gives the City its legal authority to spend the adopted amount for the City's governmental funds. Management requires that each Department Director stay within their individual departmental budgets. The Finance Department continually strives to provide accurate and timely financial information, as well as maintain an adequate system of controls in order to meet its responsibility of sound financial management.

## **ACKNOWLEDGMENTS**

Completion of documents of this magnitude require assistance from every level of employee from all departments. Therefore, thanks are in order to the members of City staff who compile information, perform day to day operations, and provide assistance on statistical information contained within this report.

In addition, none of this could be accomplished without the leadership of the Mayor, Board of Aldermen and City Administrator who remain committed to a just, transparent, and responsible City government for the citizens of Warrenton who have made this document a priority toward fulfilling these goals. We would also like to acknowledge the assistance of our independent public accountants, Botz, Deal & Company, in formulating this report.

Respectfully submitted,

A handwritten signature in blue ink that reads "Dana Belaska". The signature is written in a cursive style with a large initial "D".

Dana Belaska  
Finance Officer

## **FINANCIAL SECTION**

## INDEPENDENT AUDITORS' REPORT



The Honorable Mayor and Members of  
the Board of Aldermen  
**CITY OF WARRENTON, MISSOURI**

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Warrenton, Missouri, as of and for the year ended June 30, 2021, 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.

### ***Auditors' 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 from 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 auditors' 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 policies 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, business-type activities, each major fund, and the aggregate remaining fund information of the City of Warrenton, Missouri, as of June 30, 2021, and the respective changes in the financial position and, where applicable, cash flows 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, budgetary comparison information, schedule of changes in net pension liability and related ratios, and schedule of employer contributions on pages 4 through 14 and 47 through 50 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 an opinion on the financial statements that collectively comprise the City of Warrenton, Missouri's basic financial statements. The introductory section, combining nonmajor fund financial statements, budgetary comparison schedules included in the supplemental information section and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining nonmajor fund financial statements and budgetary comparison schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statement and, accordingly, we do not express an opinion of provide any assurance on them.

*Botz, Deal & Company*

St. Charles, Missouri

November 10, 2021

**CITY OF WARRENTON, MISSOURI  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2021**

The discussion and analysis of the City of Warrenton's financial performance provides an overview and analysis of the City's financial activities for the fiscal year ended June 30, 2021. It should be read in conjunction with the accompanying basic financial statement.

**FINANCIAL HIGHLIGHTS**

- The assets of the City of Warrenton exceeded its liabilities at the close of the fiscal year ending June 30, 2021 by \$30,628,981 (net position), an increase of \$3,424,172 in comparison with the prior year.
- At the close of the fiscal year, the City of Warrenton's governmental activities reported ending net position of \$9,832,641, an increase of \$1,392,825 in comparison with the prior year.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$3,785,871, an increase of \$108,349.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

The basic financial statements are comprised of three components: government-wide financial statements, fund financial statements, and notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide financial statements**

The government-wide financial statements are designed to provide readers with a broad overview of the City of Warrenton's finances, in a manner similar to a private-sector business. The Statement of Net Position presents information on all of the City of Warrenton's assets, deferred outflows, liabilities, and deferred inflows with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position is improving or deteriorating. The Statement of Net Position combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations. Other nonfinancial factors should also be taken into consideration to assess the overall health or financial condition of the City, such as changes in the City's property tax base and the condition of the City's infrastructure (i.e. roads, drainage improvements, etc.). The Statement of Activities presents information showing how the City's net position changed during the most recent fiscal year. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future periods (e.g., uncollected taxes and earned but not used vacation and sick leave). Both the Statement of Net Position and the Statement of Activities are prepared utilizing the accrual basis of accounting as opposed to the modified accrual basis used in the fund financial statements.

In the Statement of Net Position and the Statement of Activities, the City is divided into three kinds of activities:

- **Governmental Activities** - Most of the City's basic services are reported here, including the police and court, planning and zoning, economic development, transportation, grounds maintenance, recreation, pool, and general administration departments. Property taxes, sales taxes, franchise fees, trash collections, and licenses and permit fees finance most of these activities.
- **Business-type Activities** - The City charges a fee to customers to help it cover all or most of the cost of certain services provided. The City's water and sewer system and wastewater treatment plant are reported here.
- **Component Units** - The City includes the Industrial Development Authority of the City of Warrenton, Missouri (IDA) in its reporting entity. The IDA is a legally separate entity from the City. However, the City has significant influence over the activities of the IDA and is, therefore, reported in the City's financial statements.

## REPORTING THE CITY'S MOST SIGNIFICANT FUNDS

### Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds, not the City as a whole. Some funds are required to be established by state law or by bond covenants. However, the City establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants and other money. The City's two kinds of funds, governmental and proprietary, utilize different accounting approaches.

- **Governmental Funds** - The majority of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method identified as the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted into 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. By comparing information presented for governmental funds with similar information presented for governmental activities in the government-wide statements, readers may better understand the long-term effect of the government's near-term financing decisions. The relationships or differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds are detailed in a reconciliation following the fund financial statements.

The City of Warrenton maintains eight individual governmental funds. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, Capital Improvements Fund, and Interchange Fund which are considered to be major funds. Data from the other five governmental funds are combined into a single, aggregated non-major fund presentation.



- **Proprietary Fund** - The City charges customers for the utility services it provides, whether to outside customers or customers within the City. These services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. The City's proprietary fund is identical to the business-type activities that are reported in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds.

## Notes to the Financial Statements and Other Information

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

In addition to the basic financial statements and accompanying notes, this report presents budgetary comparative information for the General Fund.

## THE CITY AS A WHOLE

### Government-wide Financial Analysis

The City's combined net position was \$30,628,981 as of June 30, 2021. This analysis focuses on the net position and changes in revenues and significant expenses of the City's governmental and business-type activities.

The largest portion of the City's net position is reflected in its net investment in capital assets (e.g., land, buildings, and equipment), less any related debt used to acquire those assets that are still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

#### Governmental Activities

	2021	2020	Variance
Current and other assets	\$ 8,730,635	\$ 9,614,643	\$ (884,008)
Capital assets	19,114,916	19,042,151	72,765
Total assets	<u>27,845,551</u>	<u>28,656,794</u>	<u>(811,243)</u>
Total deferred outflows of resources	<u>320,816</u>	<u>238,690</u>	<u>82,126</u>
Current and other liabilities	966,085	501,198	464,887
Long-term liabilities	17,244,920	19,798,428	(2,553,508)
Total liabilities	<u>18,211,005</u>	<u>20,299,626</u>	<u>(2,088,621)</u>
Total deferred inflows of resources	<u>122,721</u>	<u>156,042</u>	<u>(33,321)</u>
Net position:			
Net investment in capital assets	12,660,484	12,703,829	(43,345)
Restricted	2,536,364	3,370,559	(834,195)
Unrestricted	<u>(5,364,207)</u>	<u>(7,634,572)</u>	<u>2,270,365</u>
Total net position	<u>\$ 9,832,641</u>	<u>\$ 8,439,816</u>	<u>\$ 1,392,825</u>

### Business-type Activities

	<u>2021</u>	<u>2020</u>	<u>Variance</u>
Current and other assets	\$ 6,429,202	\$ 8,604,559	\$ (2,175,357)
Capital assets	23,791,961	20,688,895	3,103,066
Total assets	<u>30,221,163</u>	<u>29,293,454</u>	<u>927,709</u>
Total deferred outflows of resources	<u>73,988</u>	<u>58,852</u>	<u>15,136</u>
Current and other liabilities	702,360	1,075,149	(372,789)
Long-term liabilities	8,789,511	9,500,404	(710,893)
Total liabilities	<u>9,491,871</u>	<u>10,575,553</u>	<u>(1,083,682)</u>
Total deferred inflows of resources	<u>6,940</u>	<u>11,760</u>	<u>(4,820)</u>
Net position:			
Net investment in capital assets	15,349,620	12,859,772	2,489,848
Restricted	1,001,954	748,858	253,096
Unrestricted	4,444,766	5,156,363	(711,597)
Total net position	<u>\$ 20,796,340</u>	<u>\$ 18,764,993</u>	<u>\$ 2,031,347</u>

### Total Governmental and Business-type Activities

	<u>2021</u>	<u>2020</u>	<u>Variance</u>
Current and other assets	\$ 15,159,837	\$ 18,219,202	\$ (3,059,365)
Capital assets	42,906,877	39,731,046	3,175,831
Total assets	<u>58,066,714</u>	<u>57,950,248</u>	<u>116,466</u>
Total deferred outflows of resources	<u>394,804</u>	<u>297,542</u>	<u>97,262</u>
Current and other liabilities	1,668,445	1,576,347	92,098
Long-term liabilities	26,034,431	29,298,832	(3,264,401)
Total liabilities	<u>27,702,876</u>	<u>30,875,179</u>	<u>(3,172,303)</u>
Total deferred inflows of resources	<u>129,661</u>	<u>167,802</u>	<u>(38,141)</u>
Net position:			
Net investment in capital assets	28,010,104	25,563,601	2,446,503
Restricted	3,538,318	4,119,417	(581,099)
Unrestricted	(919,441)	(2,478,209)	1,558,768
Total net position	<u>\$ 30,628,981</u>	<u>\$ 27,204,809</u>	<u>\$ 3,424,172</u>

Governmental and business-type activities increased the City's net position by \$3,424,172. The key elements of this increase are as follows:

### Governmental Activities

	2021	2020	Variance
Revenues:			
Program revenues:			
Charges for service	\$ 922,999	\$ 956,737	\$ (33,738)
Grants and contributions	533,299	321,574	211,725
General revenues:			
Taxes	7,066,913	6,089,666	977,247
Interest income	18,373	94,349	(75,976)
Miscellaneous	232,253	317,045	(84,792)
Total revenues	8,773,837	7,779,371	994,466
Expenses:			
Administration	1,448,619	1,404,010	44,609
Police and Court	2,254,616	2,178,114	76,502
Street department	898,344	787,538	110,806
Culture and recreation	1,404,621	1,509,703	(105,082)
Planning and development	422,683	412,134	10,549
Interest and fiscal charges	446,132	488,778	(42,646)
Total expenses	6,875,015	6,780,277	94,738
Increase (decrease) in net position			
before transfers	1,898,822	999,094	899,728
Transfers	(505,997)	500,644	(1,006,641)
Change in net position	1,392,825	1,499,738	(106,913)
Net position, beginning of year	8,439,816	6,940,078	1,499,738
Net position, end of year	\$ 9,832,641	\$ 8,439,816	\$ 1,392,825

Charges for services decreased \$33,738 in 2021 compared to 2020. A majority of the decrease was due to decrease in fines as court activities were suspended due to the Covid-19 pandemic. Grants increased \$211,725 due to a MODOT cost share project for sidewalks along Hwy 47. Taxes were up significantly in 2021 compared to 2020. Specifically, sales tax increased almost \$870,000 compared to the amount collected in 2020. This increase was attributable to two factors (1) the Rural King opened in April of 2020 and (2) most of the largest sales tax collectors in the City are considered essential businesses, these types of businesses saw increase sales. Miscellaneous revenue decreased \$84,792 in 2021 compared to 2020. Most of this decrease was due to insurance proceeds received for damage to the roof of one of the City's buildings in the prior year.

Generally, the most significant governmental expense for the City is the police and court function. Of the total police and court expense, approximately \$1,860,000 was incurred for salary and benefits. The increase in the street department expenses is due to the start of new road projects which were delayed previously due to Covid-19. The decrease in culture and recreation is mainly due to the cancellation of the Fall Fest in FY21.

### Business-type Activities

	2021	2020	Variance
Revenues:			
Program revenues:			
Charges for service	\$ 4,229,939	\$ 4,138,760	\$ 91,179
Capital contributions	122,701	-	122,701
General revenues:			
Interest income	56,810	122,497	(65,687)
Miscellaneous	46,240	49,007	(2,767)
Total revenues	4,455,690	4,310,264	145,426
Expenses:			
Water and sewer operations	2,930,340	2,880,792	49,548
Increase (decrease) in net position before transfers	1,525,350	1,429,472	95,878
Transfers	505,997	(500,644)	1,006,641
Change in net position	2,031,347	928,828	1,102,519
Net position, beginning of year	18,764,993	17,836,165	928,828
Net position, end of year	\$ 20,796,340	\$ 18,764,993	\$ 2,031,347

Charges for service of the City's business-type activities increased \$91,179 or 2.2%. There was an increase in rates from 2020 to 2021. Expenses for the City's business-type activities increased \$49,548 or 1.7%. The increase was due to additional depreciation as a result of large projects being completed and going into service during the year.

**Total Governmental and Business-type Activities**

	<u>2021</u>	<u>2020</u>	<u>Variance</u>
Revenues:			
Program revenues:			
Charges for service	\$ 5,152,938	\$ 5,095,497	\$ 57,441
Grants and contributions	656,000	321,574	334,426
General revenues:			
Taxes	7,066,913	6,089,666	977,247
Interest income	75,183	216,846	(141,663)
Miscellaneous	278,493	366,052	(87,559)
Total revenues	<u>13,229,527</u>	<u>12,089,635</u>	<u>1,139,892</u>
Expenses:			
Administration	1,448,619	1,404,010	44,609
Police and Court	2,254,616	2,178,114	76,502
Street department	898,344	787,538	110,806
Culture and recreation	1,404,621	1,509,703	(105,082)
Planning and development	422,683	412,134	10,549
Water and sewer service	2,930,340	2,880,792	49,548
Interest and fiscal charges	446,132	488,778	(42,646)
Total expenses	<u>9,805,355</u>	<u>9,661,069</u>	<u>144,286</u>
Change in net position	3,424,172	2,428,566	995,606
Net position, beginning of year	27,204,809	24,776,243	2,428,566
Net position, end of year	<u>\$ 30,628,981</u>	<u>\$ 27,204,809</u>	<u>\$ 3,424,172</u>

**Governmental Funds**

	<u>2021</u>	<u>2020</u>	<u>Variance</u>
Taxes	\$ 7,247,554	\$ 6,257,710	\$ 989,844
Intergovernmental	533,299	381,054	152,245
Charges for services	604,085	541,811	62,274
Licenses and permits	185,637	182,193	3,444
Fines and forfeitures	133,277	232,733	(99,456)
Investment income	18,373	94,349	(75,976)
Lot sales	15,860	12,340	3,520
Miscellaneous	57,998	41,975	16,023
Total revenues	<u>\$ 8,796,083</u>	<u>\$ 7,744,165</u>	<u>\$ 1,051,918</u>

Charges for services increased \$62,274 in 2021 compared to 2020. Charges were up approximately \$30,000 in trash due to the increase in customers. Additionally, there was an increase of \$36,000 in plan review fees and occupancy inspections. Fines and forfeitures decreased \$99,456 in 2021 compared to 2020. The decrease was due to decrease in fines as court activities were suspended due to the Covid-19 pandemic. Investment income decreased \$75,976 which is attributable to the decrease in interest rates. Taxes were up significantly in 2021 compared to 2020. Specifically, sales tax increased almost \$870,000 compared to the amount collected in 2020. This increase was attributable to two factors (1) the Rural King opened in April of 2020 and (2) most of the largest sales tax collectors in the City are considered essential businesses, these types of businesses saw increase sales.

## CAPITAL ASSET AND DEBT ADMINISTRATION

### Capital Assets

At the end of the fiscal year 2021, the City had \$42,906,877 invested in a broad range of capital assets, net of depreciation, including equipment, buildings, park facilities, roads, and water and sewer lines. This amount represents a net increase (including additions, deductions and depreciation) of \$3,175,831 or 8.0% compared to the prior fiscal year.

#### Governmental Activities

	2021	2020	Variance
Land	\$ 2,673,984	\$ 2,673,984	\$ -
Construction in progress	920,240	557,994	362,246
Buildings	10,009,934	10,009,934	-
Building improvements	706,157	486,110	220,047
Land improvements	2,120,721	2,091,181	29,540
Equipment	2,599,720	2,428,700	171,020
Infrastructure	9,315,462	9,278,008	37,454
Total	<u>\$ 28,346,218</u>	<u>\$ 27,525,911</u>	<u>\$ 820,307</u>

#### Business-type Activities

	2021	2020	Variance
Land	\$ 658,549	\$ 658,549	\$ -
Construction in progress	771,136	1,233,399	(462,263)
Buildings	8,277,295	8,277,295	-
Building improvements	7,032,797	6,961,548	71,249
Land improvements	157,619	157,619	-
Equipment	2,360,445	2,178,612	181,833
Infrastructure	19,478,128	15,013,563	4,464,565
Total	<u>\$ 38,735,969</u>	<u>\$ 34,480,585</u>	<u>\$ 4,255,384</u>

### Governmental and Business-type Activities

	2021	2020	Variance
Land	\$ 3,332,533	\$ 3,332,533	\$ -
Construction in progress	1,691,376	1,791,393	(100,017)
Buildings	18,287,229	18,287,229	-
Building improvements	7,738,954	7,447,658	291,296
Land improvements	2,278,340	2,248,800	29,540
Equipment	4,960,165	4,607,312	352,853
Infrastructure	28,793,590	24,291,571	4,502,019
Total	<u>\$ 67,082,187</u>	<u>\$ 62,006,496</u>	<u>\$ 5,075,691</u>

More detailed information on the City's capital assets is presented in Note 5 to the financial statements.

### DEBT

At year-end, the City had \$24,373,836 in outstanding debt compared to \$27,691,194 at the end of the prior fiscal year.

#### Governmental Activities

	2021	2020	Variance
MTFC Loans	\$ 10,284,836	\$ 12,578,194	\$ (2,293,358)
General Obligation Bonds	5,590,000	5,865,000	(275,000)
Neighborhood Improvement District Bonds	64,000	83,000	(19,000)
Total Governmental Activities	<u>\$ 15,938,836</u>	<u>\$ 18,526,194</u>	<u>\$ (2,587,358)</u>

#### Business-type Activities

	2021	2020	Variance
Certificates of Participation	\$ -	\$ 130,000	\$ (130,000)
Waterworks and Sewerage System			
Refunding Revenue Bonds	140,000	210,000	(70,000)
Water Pollution Control and Drinking			
Water Revenue bonds	435,000	645,000	(210,000)
Waterworks and Sewerage System			
Revenue Bonds	7,860,000	8,180,000	(320,000)
Total Business-type Activities	<u>\$ 8,435,000</u>	<u>\$ 9,165,000</u>	<u>\$ (730,000)</u>

During the year, the City made principal and interest payments totaling \$3,572,929 on debt relating to governmental activities. These payments reduced outstanding debt by \$2,587,358. The City also made principal and interest payments of \$1,038,810 relating to water and sewer functions. These payments reduced outstanding debt in the business type activities by \$730,000.

More detailed information on the City's long-term liabilities is presented in Note 6 to the financial statements.

## **THE CITY'S FUNDS**

At the close of the City's fiscal year on June 30, 2021, the governmental funds of the City reported a combined fund balance of \$7,606,277. This ending balance includes a decrease in fund balance of \$1,335,790 in the City's governmental funds. This is mainly due to extra principal payments on the loan as sales tax collections exceeded expectations in the Interchange Fund.

The City's General Fund revenues increased by \$157,091 or 3% when compared to the prior year. The primary contributor to the increase was an increase in sales tax collected of approximately \$262,000 offset by a decrease in fines of approximately \$99,000 due to Covid-19 closures.

The City's Water and Sewer Fund's net position of \$20,796,340 was an increase of \$2,031,347 over the prior year. The increase in net position is primarily due to operating revenues exceeding operating expenses by \$1,655,632. A portion of the income from operations is used to reimburse the General Fund for costs incurred relating to water and sewer services and a portion is used to pay down the outstanding balances on debt. Additionally, there were \$1,188,698 of contributed capital assets.

### **General Fund Budgetary Highlights**

For fiscal year 2021, actual expenditures in the General Fund were \$6,657,955 compared to the budget amount of \$7,908,835. The positive variance was mainly the result of the City not expending all the funds budgeted for capital outlay as well as culture and recreation.

For fiscal year 2021, actual revenues were \$5,195,304 as compared to the budget amount of \$5,540,595. The budget was amended to adjust for delays in grant funding expected in fiscal 2021.

## **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The 2021-2022 fiscal budget is the culmination of extensive review of operational expenses and capital needs by Department Head staff, significant analysis by Finance Office staff, overall analysis and review by the City Administrator and Director of Operations, and final review by elected officials. The total combined budget appropriation is \$25,642,411 for all funds which includes approximately \$14,651,108 in capital improvements.

The General Fund's most significant revenue source is sales tax. The City's portion of the sales tax rate is 2.75%. Sales tax revenue for fiscal year 2021-2022 is budgeted at \$5,202,000 which includes \$1,878,000 generated by the two sales taxes to be used specifically for payment of the debt on the new I-70 interchange. \$455,000 of the sales tax projection is budgeted in the Capital Sales Tax fund. The property tax rate for 2021 is \$0.4658 per \$100 valuation. Of this tax rate, 63% or \$0.2926 is utilized for General Fund activities. The remaining 37% or \$0.1732 is used for the Park Fund. The General Fund's portion of property tax revenue for fiscal year 2021-2022 is estimated to be \$344,300.



The largest revenue source for the Water and Sewer Fund is sewer charges, estimated at \$2,689,960. The City's residential rate for fiscal year 2021-2022 is \$4.47 per 1,000 gallons over the 1,000 minimum billing. The second largest revenue source for the Water and Sewer Fund is water charges, estimated at \$1,342,540 based on a fiscal year 2021-2022 rate of \$5.11 per 1,000 gallons over the 1,000 minimum billing. The budget includes a 4% increase in rates for water and sewer usage.

While new housing starts are down in the first quarter, we are seeing an increase in the second quarter. There are two large residential developments underway with at least 95 homes in each. Additional housing includes an apartment complex with 150 units along with a senior development with plans to expand. The new Rural King opened in March of 2020 and has proved to be a key anchor store for the area. During this time of concern and uncertainty related to the pandemic, the City has continued to see growth in residential development and sales tax revenues.

## **CONTACTING THE CITY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives.

If you have questions about this report or need additional financial information, contact:

Dana Belaska  
Finance Officer  
City of Warrenton  
200 W. Booneslick  
Warrenton, Missouri 63383

**CITY OF WARRENTON, MISSOURI**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2021**

	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
Cash and investments	\$ 6,011,970	\$ 4,731,364	\$ 10,743,334
Taxes receivable:			
Property	22,428	-	22,428
Other	1,117,511	2,761	1,120,272
Special assessments receivable	45,897	-	45,897
Accounts receivable (net of allowance for doubtful accounts of \$98,708)	37,669	700,410	738,079
Due (to) from other funds	18,419	(18,419)	-
Prepaid expenses	27,776	2,250	30,026
Inventory	19,480	8,882	28,362
Investment in land	196,350	-	196,350
Restricted assets:			
Cash and investments	1,233,135	1,001,954	2,235,089
Capital assets - net			
Nondepreciable	3,594,224	1,429,685	5,023,909
Depreciable	15,520,692	22,362,276	37,882,968
<b>TOTAL ASSETS</b>	<u>27,845,551</u>	<u>30,221,163</u>	<u>58,066,714</u>
<b>DEFERRED OUTFLOWS</b>			
Deferred outflow related to pension	320,816	73,988	394,804
<b>LIABILITIES</b>			
Accounts payable	597,061	443,678	1,040,739
Accrued wages	92,861	20,640	113,501
Accrued interest payable	105,250	12,789	118,039
Accrued and withheld items	136,171	-	136,171
Deposits payable	34,742	225,253	259,995
Noncurrent liabilities:			
Net pension liability	1,101,787	278,249	1,380,036
Due in one year	1,279,705	338,824	1,618,529
Due in more than one year	14,863,428	8,172,438	23,035,866
<b>TOTAL LIABILITIES</b>	<u>18,211,005</u>	<u>9,491,871</u>	<u>27,702,876</u>
<b>DEFERRED INFLOWS</b>			
Deferred inflow related to pension	122,721	6,940	129,661
<b>NET POSITION</b>			
Net investment in capital assets	12,660,484	15,349,620	28,010,104
Restricted for:			
Capital improvements	121,729	-	121,729
Debt service	2,138,603	190,518	2,329,121
Cemetery maintenance	15,710	-	15,710
Park	260,322	-	260,322
Reserve	-	811,436	811,436
Unrestricted	(5,364,207)	4,444,766	(919,441)
<b>TOTAL NET POSITION</b>	<u>\$ 9,832,641</u>	<u>\$ 20,796,340</u>	<u>\$ 30,628,981</u>

The accompanying notes are an integral part of these financial statements.

**CITY OF WARRENTON, MISSOURI**

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2021

Functions/Programs	Expenses	Program Revenue			Net (Expense) Revenue and Change in Net Position		
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Governmental Activities</b>							
Administrative	\$ 1,448,619	\$ 385,940	\$ -	\$ -	\$ (1,062,679)	\$ -	\$ (1,062,679)
Police and court	2,254,616	191,922	57,243	-	(2,005,451)	-	(2,005,451)
Street department	898,344	185,637	-	476,056	(236,651)	-	(236,651)
Culture and recreation	1,404,621	98,931	-	-	(1,305,690)	-	(1,305,690)
Planning and development	422,683	60,569	-	-	(362,114)	-	(362,114)
Interest and fiscal charges	446,132	-	-	-	(446,132)	-	(446,132)
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>6,875,015</b>	<b>922,999</b>	<b>57,243</b>	<b>476,056</b>	<b>(5,418,717)</b>	<b>-</b>	<b>(5,418,717)</b>
<b>Business-type Activities</b>							
Water and Sewer	2,930,340	4,229,939	-	122,701	-	1,422,300	1,422,300
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 9,805,355</b>	<b>\$ 5,152,938</b>	<b>\$ 57,243</b>	<b>\$ 598,757</b>	<b>(5,418,717)</b>	<b>1,422,300</b>	<b>(3,996,417)</b>
General revenues							
Taxes:							
Sales					5,821,921	-	5,821,921
Franchise					557,318	-	557,318
Property					687,674	-	687,674
Interest income					18,373	56,810	75,183
Other miscellaneous revenue					232,253	46,240	278,493
Interfund transfers					(505,997)	505,997	-
<b>TOTAL GENERAL REVENUES AND TRANSFERS</b>					<b>6,811,542</b>	<b>609,047</b>	<b>7,420,589</b>
<b>CHANGE IN NET POSITION</b>					<b>1,392,825</b>	<b>2,031,347</b>	<b>3,424,172</b>
<b>NET POSITION - BEGINNING OF YEAR</b>					<b>8,439,816</b>	<b>18,764,993</b>	<b>27,204,809</b>
<b>NET POSITION - END OF YEAR</b>					<b>\$ 9,832,641</b>	<b>\$ 20,796,340</b>	<b>\$ 30,628,981</b>

The accompanying notes are an integral part of these financial statements.

**CITY OF WARRENTON, MISSOURI**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**JUNE 30, 2021**

	General Fund	Capital Improvements Fund	Interchange Fund	Other Nonmajor Funds	Total
<b>ASSETS AND OTHER DEBITS</b>					
Cash and investments	\$ 3,747,678	\$ 32,947	\$ 1,245,416	\$ 985,929	\$ 6,011,970
Taxes receivable:					
Property	14,130	-	-	8,298	22,428
Other	646,398	89,009	356,585	25,519	1,117,511
Accounts receivable	37,638	-	-	31	37,669
Special assessments receivable	-	-	-	45,897	45,897
Due from other funds	45,736	-	-	1,908	47,644
Prepaid items	27,776	-	-	-	27,776
Inventory	19,480	-	-	-	19,480
Restricted assets:					
Cash and investments	5,297	255,619	951,437	20,782	1,233,135
<b>TOTAL ASSETS</b>	<u>\$ 4,544,133</u>	<u>\$ 377,575</u>	<u>\$ 2,553,438</u>	<u>\$ 1,088,364</u>	<u>\$ 8,563,510</u>
<b>LIABILITIES</b>					
Accounts payable	\$ 367,698	\$ -	\$ 229,113	\$ 250	\$ 597,061
Due to other funds	28,998	227	-	-	29,225
Accrued wages	92,861	-	-	-	92,861
Accrued and withheld items	136,171	-	-	-	136,171
Deposits payable	34,742	-	-	-	34,742
<b>TOTAL LIABILITIES</b>	<u>660,470</u>	<u>227</u>	<u>229,113</u>	<u>250</u>	<u>890,060</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable revenue:					
Property taxes	14,363	-	-	7,237	21,600
Special assessments	-	-	-	45,573	45,573
<b>TOTAL DEFERRED INFLOWS     OF RESOURCES</b>	<u>14,363</u>	<u>-</u>	<u>-</u>	<u>52,810</u>	<u>67,173</u>
<b>FUND BALANCES</b>					
Nonspendable:					
Prepaid items	27,776	-	-	-	27,776
Inventory	19,480	-	-	-	19,480
Restricted for:					
Cemetery maintenance	-	-	-	15,710	15,710
Debt service	-	-	1,372,888	765,715	2,138,603
Capital projects	-	377,348	951,437	-	1,328,785
Parks and tourism	-	-	-	253,085	253,085
Assigned:					
Industrial development	-	-	-	794	794
Sidewalk improvements	36,173	-	-	-	36,173
Unassigned	3,785,871	-	-	-	3,785,871
<b>TOTAL FUND BALANCES</b>	<u>3,869,300</u>	<u>377,348</u>	<u>2,324,325</u>	<u>1,035,304</u>	<u>7,606,277</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES</b>	<u>\$ 4,544,133</u>	<u>\$ 377,575</u>	<u>\$ 2,553,438</u>	<u>\$ 1,088,364</u>	<u>\$ 8,563,510</u>

The accompanying notes are an integral part of these financial statements.

***CITY OF WARRENTON, MISSOURI***  
RECONCILIATION OF THE GOVERNMENTAL BALANCE  
SHEET TO THE STATEMENT OF NET POSITION  
AS OF JUNE 30, 2021

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

Total fund balance per balance sheet	\$ 7,606,277
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	19,114,916
Land held as an investment is not a current financial resource and, therefore, not reported as an asset in the fund statements.	196,350
Receivables not collected in the current period are not available to pay current expenditures and, therefore, are deferred in the funds.	67,173
Interest payable recorded in the statement of net position does not require the use of current financial resources and, therefore, is not reported in the funds.	(105,250)
Pension related items are not due and payable in the current period or are not considered current resources and, therefore, are not reported in the funds.	(903,692)
Long-term liabilities, including bonds payable, notes payable, and compensated absences are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(16,143,133)</u>
Net position of governmental activities	<u><u>\$ 9,832,641</u></u>

The accompanying notes are an integral part of these financial statements.

**CITY OF WARRENTON, MISSOURI**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	General Fund	Capital Improvements Fund	Interchange Fund	Other Nonmajor Funds	Total
<b>REVENUES</b>					
Taxes	\$ 3,871,478	\$ 473,180	\$ 2,008,228	\$ 894,668	\$ 7,247,554
Intergovernmental	314,477	-	218,822	-	533,299
Charges for services	604,085	-	-	-	604,085
Licenses and permits	185,637	-	-	-	185,637
Fines and forfeitures	133,277	-	-	-	133,277
Investment income	14,952	278	2,309	834	18,373
Lot sales	13,400	-	-	2,460	15,860
Miscellaneous	57,998	-	-	-	57,998
<b>TOTAL REVENUES</b>	<u>5,195,304</u>	<u>473,458</u>	<u>2,229,359</u>	<u>897,962</u>	<u>8,796,083</u>
<b>EXPENDITURES</b>					
Current:					
Administrative	1,407,272	-	-	1,144	1,408,416
Police and court	2,256,494	-	-	-	2,256,494
Street department	427,163	-	-	-	427,163
Culture and recreation	993,416	-	-	36,827	1,030,243
Planning and development	417,675	-	-	-	417,675
Capital outlay	1,022,427	15,489	1,066,837	-	2,104,753
Debt service:					
Principal, interest and fiscal charges	133,508	424,673	2,991,797	23,254	3,573,232
<b>TOTAL EXPENDITURES</b>	<u>6,657,955</u>	<u>440,162</u>	<u>4,058,634</u>	<u>61,225</u>	<u>11,217,976</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(1,462,651)</u>	<u>33,296</u>	<u>(1,829,275)</u>	<u>836,737</u>	<u>(2,421,893)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Proceeds from the sale of capital assets	103	-	-	-	103
Proceeds from borrowings	526,000	-	-	-	526,000
Transfer in (out)	1,053,817	(200,000)	-	(293,817)	560,000
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>1,579,920</u>	<u>(200,000)</u>	<u>-</u>	<u>(293,817)</u>	<u>1,086,103</u>
<b>CHANGE IN FUND BALANCE</b>	117,269	(166,704)	(1,829,275)	542,920	(1,335,790)
<b>FUND BALANCES - BEGINNING OF YEAR</b>	<u>3,752,031</u>	<u>544,052</u>	<u>4,153,600</u>	<u>492,384</u>	<u>8,942,067</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 3,869,300</u>	<u>\$ 377,348</u>	<u>\$ 2,324,325</u>	<u>\$ 1,035,304</u>	<u>\$ 7,606,277</u>

The accompanying notes are an integral part of these financial statements.

**CITY OF WARRENTON, MISSOURI**  
RECONCILIATION OF THE GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2021

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

Change in fund balance-total governmental funds	\$ (1,335,790)
The acquisition of capital assets requires the use of current financial resources but has no effect on net position.	831,186
The cost of capital assets is allocated over their estimated useful lives and is reported as depreciation expense in the statement of activities.	(756,245)
The net effect of transactions involving capital asset disposals.	(2,176)
Revenues (expenses) in the statements of activities that do not provide (use) current financial resources are not reported as revenue (expenditures) in the funds.	(22,349)
Pension expenditures are reported as a decrease in fund balance in governmental funds. In the statement of activities, pension expense is the current service cost of providing pension benefits to employees.	39,434
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	3,113,358
Proceeds from the issuance of debt is reflected as other financing sources in the fund statements, however it is an increase in liabilities in the statement of net position.	(526,000)
Amortization of bond issuance premiums and discounts are amortized over the life of the debt in the statement of activities.	4,498
The change in compensated absences liability does not affect the use of current financial resources but is recorded as an expense in the statement of activities.	37,665
Interest payable does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds.	<u>9,244</u>
Change in net position of governmental activities	<u><u>\$ 1,392,825</u></u>

The accompanying notes are integral part of these financial statements.

**CITY OF WARRENTON, MISSOURI**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUND (WATER AND SEWER FUND)**  
**JUNE 30, 2021**

**ASSETS**

**CURRENT ASSETS**

Cash and investments	\$ 4,731,364
Accounts receivable (net of allowance for doubtful accounts of \$87,533)	700,410
Receivable - other	2,761
Prepaid items	2,250
Inventory	8,882
Due (to) from other funds	(18,419)
Restricted assets:	
Cash and investments	1,001,954
<b>TOTAL CURRENT ASSETS</b>	<u>6,429,202</u>

**NONCURRENT ASSETS**

Capital assets - net of accumulated depreciation	23,791,961
<b>TOTAL ASSETS</b>	<u>30,221,163</u>

**DEFERRED OUTFLOWS**

Deferred items related to pension	<u>73,988</u>
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**LIABILITIES**

**CURRENT LIABILITIES**

Accounts payable and retainage	443,678
Accrued wages	20,640
Accrued interest payable	12,789
Customer deposits	225,253
Accrued compensated absences - current	53,824
Bonds payable - current	285,000
<b>TOTAL CURRENT LIABILITIES</b>	<u>1,041,184</u>

**NONCURRENT LIABILITY**

Net bond premium	7,341
Net pension liability	278,249
Accrued compensated absences, net of current portion	15,097
Bonds payable, net of current portion	8,150,000
<b>TOTAL NONCURRENT LIABILITIES</b>	<u>8,450,687</u>
<b>TOTAL LIABILITIES</b>	<u>9,491,871</u>

**DEFERRED INFLOWS**

Deferred items related to pension	<u>6,940</u>
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**NET POSITION**

Net investment in capital assets	15,349,620
Restricted - debt service	190,518
Restricted - reserve accounts	811,436
Unrestricted	4,444,766
<b>TOTAL NET POSITION</b>	<u>\$ 20,796,340</u>

The accompanying notes are an integral part of these financial statements.



**CITY OF WARRENTON, MISSOURI**  
**STATEMENT OF REVENUES, EXPENSES AND**  
**CHANGES IN NET POSITION**  
**PROPRIETARY FUND (WATER AND SEWER FUND)**  
**FOR THE YEAR ENDED JUNE 30, 2021**

<b>OPERATING REVENUE</b>	
Charges for services	\$ 4,229,939
Miscellaneous	46,240
<b>TOTAL OPERATING REVENUE</b>	<u>4,276,179</u>
<b>OPERATING EXPENSES</b>	
Personnel services	777,509
Bad debt expense	11,172
Depreciation	1,276,902
Repairs and maintenance	121,698
Utilities	221,613
Operating supplies	74,543
Other services and charges	137,110
<b>TOTAL OPERATING EXPENSES</b>	<u>2,620,547</u>
<b>OPERATING INCOME</b>	<u>1,655,632</u>
<b>NONOPERATING REVENUE (EXPENSE)</b>	
Investment income	56,810
Interest and fiscal charges	(309,793)
<b>TOTAL NONOPERATING REVENUE (EXPENSE)</b>	<u>(252,983)</u>
<b>INCOME BEFORE OPERATING TRANSFERS AND CAPITAL CONTRIBUTIONS</b>	1,402,649
<b>CAPITAL CONTRIBUTIONS</b>	1,188,698
<b>TRANSFERS</b>	<u>(560,000)</u>
<b>CHANGE IN NET POSITION</b>	2,031,347
<b>NET POSITION - BEGINNING OF YEAR</b>	<u>18,764,993</u>
<b>NET POSITION - END OF YEAR</b>	<u>\$ 20,796,340</u>

The accompanying notes are an integral part of these financial statements.

**CITY OF WARRENTON, MISSOURI**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUND (WATER AND SEWER FUND)**  
**FOR THE YEAR ENDED JUNE 30, 2021**

<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash received from customers	\$ 4,219,326
Cash paid to suppliers	(560,647)
Cash paid to employees	(769,856)
Miscellaneous receipts	46,240
NET CASH PROVIDED BY OPERATING ACTIVITIES	2,935,063
 <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	
Transfer to general fund	(560,000)
 <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Acquisition of capital assets	(3,627,682)
Proceeds from the sale of capital assets	28,000
Principal repayments	(730,000)
Interest and fiscal charges	(321,706)
NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	(4,651,388)
 <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Investment income	56,810
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(2,219,515)
<b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b>	7,952,833
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	\$ 5,733,318
 <b>Reconciliation of cash and cash equivalents:</b>	
Cash and investments	\$ 4,731,364
Restricted cash and investments	1,001,954
Total cash and cash equivalents	\$ 5,733,318

The accompanying notes are an integral part of these financial statements.

**RECONCILIATION OF OPERATING INCOME TO  
NET CASH PROVIDED BY OPERATING ACTIVITIES**

**OPERATING INCOME** \$ 1,655,632

**ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET  
CASH PROVIDED BY OPERATING ACTIVITIES**

Depreciation	1,276,902
(Increase) decrease in assets:	
Accounts receivable	(31,120)
Inventory	280
(Increase) decrease in deferred outflows/inflows	(19,956)
Increase (decrease) in liabilities:	
Accounts payable	14,091
Accrued wages and related items	10,016
Due to other funds	(10,557)
Customer deposit	20,507
Other accrued expenses	1,675
Net pension liability	17,593
TOTAL ADJUSTMENTS	<u>1,279,431</u>

**NET CASH PROVIDED BY  
OPERATING ACTIVITIES** \$ 2,935,063

The accompanying notes are an integral part of these financial statements.

**CITY OF WARRENTON, MISSOURI**  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Warrenton, Missouri (the City), incorporated in 1864, is a fourth-class city. The City operates under a Mayor and Board of Aldermen form of government. The significant accounting policies applied by the City in the preparation of the accompanying combined financial statements are summarized below:

**A. REPORTING ENTITY**

As required by accounting principles generally accepted in the United States of America (GAAP), the accompanying basic financial statements present the activities of the City (the Primary Government) and its component unit. The component unit discussed below is included in the City's reporting entity because of the significance of its operation or financial relationship with the City.

Included in the reporting entity is the Industrial Development Authority of the City of Warrenton, Missouri (IDA). This corporation is organized to develop, advance, encourage, and promote commercial, industrial, agricultural, and manufacturing facilities in the City. The IDA is incorporated as an Industrial Development Corporation, which is an entity legally separate from the City. The component unit has been blended into the City's primary government. The component unit does not issue separately audited financial statements.

**B. BASIC FINANCIAL STATEMENTS**

Basic financial statements consist of the following:

- Government-wide financial statements,
- Fund financial statements, and
- Notes to the basic financial statements

The government-wide financial statements consist of the statement of net position and the statement of activities and report information on all of the nonfiduciary activities of the Primary Government and its component units. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. All internal balances in the statement of net position have been eliminated, except for those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total government column. In the statement of activities, transactions between the governmental and business-type activities have been eliminated. Exceptions to this general rule are charges between the City's Water and Sewer Fund and the various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - continued

B. **BASIC FINANCIAL STATEMENTS** - continued

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, police, public improvements, cultural and recreation, and planning and development. The business-type activities of the City include water and sewer services.

The statement of activities demonstrates the degree to which the direct and indirect expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or activity. Program revenue includes charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or activity, as well as grants and contributions. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate fund based financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds are reported as separate columns in the fund financial statements. The major governmental funds are the General Fund, Capital Improvements Fund, and Interchange Fund. GASB No. 34 sets forth minimum criteria (percentage of assets, liabilities, revenues, or expenditures/expenses of either fund category for the governmental and proprietary combined) for the determination of major funds. The non-major funds are combined in a column in the fund financial statements.

C. **MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds financial statements. Revenues are recorded when earned or, for property tax revenues, in the period for which levied. Expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City, in general, considers tax revenues and other revenue available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when payment is due.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - continued

C. **MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION** - continued

For the governmental fund's financial statements, the City considers all revenues susceptible to accrual and recognizes revenue if the accrual criteria are met. Specifically, sales taxes, franchise taxes, licenses, interest, special assessments, charges for services, and other miscellaneous revenue are considered to be susceptible to accrual and have been recognized as revenue in the current fiscal period.

The accounts of the City are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions.

The City reports the following major governmental funds:

**The General Fund** - The City's primary operating fund, which accounts for all the financial resources and the legally authorized activities of the City except those required to be accounted for in other specialized funds.

**The Capital Improvements Fund** - The Fund is used to account for sales tax dedicated for the purchase of capital items.

**The Interchange Fund** - The Fund is used to account for debt proceeds that will be used to pay for construction of new interchange and taxes collected to pay for the related debt.

The City reports the following major proprietary fund:

**The Water and Sewer Fund** - The City uses this proprietary fund to account for the activities of providing water and sewer service to the citizens of the City.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Proprietary Fund are charges to customers for sales and services. Operating expenses for the proprietary fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - continued

D. **CAPITAL ASSETS**

Capital assets, which include land, buildings and improvements, equipment, and infrastructure assets (e.g., roads, sidewalks, traffic lights, streetlights, sewer lines and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial individual cost of \$5,000 or more and an estimated useful life in excess of one year. Infrastructure assets with an initial cost of \$25,000 or more are also capitalized and depreciated. Donated capital assets are recorded at estimated fair market value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives is not capitalized. Major outlays for capital assets and improvements are capitalized as projects are being constructed.

Capital assets of the City are depreciated using a straight-line method over the following estimated useful lives:

<u>Major Group</u>	<u>Life</u>
Buildings and improvements	5 - 40 years
Equipment	7 - 10 years
Land improvements	20 years
Infrastructure	10 - 50 years

The government-wide financial statements do not reflect infrastructure assets completed prior to July 1, 2000.

E. **ESTIMATES**

The preparation of financial statements in conformity with generally accepted accounting principles requires the City to make estimates and assumptions that affect the reported amounts of assets and liabilities at fiscal year-end and revenues and expenditures during the reporting period. Actual results could vary from the estimates that management uses.

F. **RESTRICTED CASH AND INVESTMENTS**

Certain cash and investments are restricted for the repayment of debt, construction or purchase of assets, or repair and replacement of assets.

G. **INTERFUND TRANSACTIONS**

Transactions that constitute reimbursements to a fund for expenditures initially made from it that are applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued**

G. **INTERFUND TRANSACTIONS - continued**

All other interfund transactions are reported as transfers and are reported “net” in the fund financial statements. Transfers between governmental funds are eliminated in the conversion to the government-wide financial statements, while transfers between governmental and proprietary funds are reported “net.”

H. **ACCOUNTS RECEIVABLE**

Water and Sewer

The City grants credit to residents for water and sewer service. Service is discontinued if the bill is not paid within two billing cycles. The City assesses a penalty of 8% on water and sewer if not paid by the 15<sup>th</sup> of the month. No interest is charged on past due accounts. Once an account reaches 30 days past due, it is sent to a collection agency. The City has recorded an allowance for doubtful accounts of \$98,708. The estimate is based on the City’s experience in collecting past due accounts.

I. **INVENTORIES AND PREPAID ITEMS**

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as an expenditure when consumed rather than when purchased.

J. **PROPERTY TAX**

The City’s property tax is levied each year on the assessed value listed as of the prior January 1 for all real and personal property located in the City. Taxes are levied on September 1 and payable by December 31. A lien is placed on the property on January 1 and is then subject to interest and penalties. The assessed value at January 1, 2020, upon which the 2020 levy was based for real, personal, and public utility property, was \$109,444,100. The City’s tax rate was levied at \$0.2926 and \$0.1732 per \$100 of assessed valuation for the General Fund and the Special Revenue Fund (Parks), respectively.



1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - continued

**K. COMPENSATED ABSENCES**

The policy for vacation pay allows employees to take time off with pay and requires vacation leave to be used in the year after accumulation.

Employees may accumulate sick leave up to a maximum of 720 hours. Accumulated sick pay is paid only on the following: (a) 50% after 10 years of service, (b) 75% after 15 years of service, and (c) 100% after 25 years of service.

As of June 30, 2021, the liability for accrued vacation and sick leave in governmental activities is \$135,335. Accrued compensated absences relating to governmental activities are recorded in the government-wide statements only. The amount applicable to the Proprietary Fund of \$68,921 has been recorded in both the enterprise fund and government-wide statements.

**L. LONG-TERM LIABILITIES**

In the government-wide financial statements and proprietary funds financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statements of net position. Initial-issue bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. The difference between the reacquisition price of refunding bonds and the net carrying amount of refunded debt (deferred amount on refunding) is amortized over the shorter of the lives of the refunding debt or remaining life of the refunded debt. Bond issuance costs are expensed when incurred in government-wide statements. Amortization of bond premiums or discounts and deferred amounts on refunding are included in interest expense.

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

**M. NET POSITION AND FUND EQUITY**

In government-wide financial statements net position is reported in three categories: net investment in capital assets; restricted net position; and unrestricted net position. Net investment in capital assets represents capital assets less accumulated depreciation less outstanding principal on related debt. Net investment in capital assets does not include the unspent proceeds of capital debt. Restricted net position represents net position restricted by parties outside of the City (such as creditors, grantors, contributors, laws and regulations of other governments). All other net position is considered unrestricted.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - continued

M. **NET POSITION AND FUND EQUITY** - continued

When both restricted and unrestricted sources are available for use, it is the City's policy to use restricted first, then unrestricted resources as they are needed. The government-wide statement of net position reports \$2,536,364 of restricted net position for governmental activities, all of which is restricted by enabling legislation. Business-type activities also reports restricted net position of \$1,001,954, none of which is restricted by enabling legislation.

Fund Balance Classification - The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

**Nonspendable** - Resources which cannot be spent because they are either a) not in spendable form or; b) legally or contractually required to be maintained intact.

**Restricted** - Resources with constraints placed on the use of resources are either a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

**Committed** - Resources which are subject to limitations the government imposes upon itself at its highest level of decision making (ordinance), and that remain binding unless removed in the same manner.

**Assigned** - Resources neither restricted nor committed for which a government has a stated intended use as established by the Board of Aldermen or an official to which the Board of Aldermen has delegated the authority to assign amounts for specific purposes. Currently the Board of Alderman have not delegated this authority to anyone.

**Unassigned** - Resources which cannot be properly classified in one of the other four categories. The General Fund is the only fund that reports a positive unassigned fund balance amount. Unassigned balances also include negative balances in the governmental funds reporting resources restricted for specific programs.

The City would typically use restricted fund balances first, followed by committed resources and assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first.

N. **CASH AND INVESTMENTS**

The City pools the cash of all funds, except for monies deposited with fiscal agents in accordance with related bond indentures and other monies required to be accounted for separately. The cash and investments balance in each fund represent that fund's equity share of the City's cash and investment pool. The City's investments are carried at fair value. Interest income earned on pooled cash and investments is allocated to the various funds. Interest income on restricted cash and investments is credited directly to the related fund.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - continued

N. **CASH AND INVESTMENTS** - continued

For purposes of the statement of cash flows, the City has defined cash and cash equivalents to be investments with an original maturity of three months or less.

The City is authorized to invest funds not immediately needed for the purposes to which the funds are applicable in obligations of the United States Treasury, United States Government Agencies, Repurchase Agreements, Certificates of Deposit, Banker's Acceptance, and Commercial Paper.

O. **PENSION**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Missouri Local Government Employees Retirement System (LAGERS) and additions to/deductions from LAGERS fiduciary net position have been determined on the same basis as they are reported by LAGERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

2. **BUDGETS AND BUDGETARY ACCOUNTING**

The City follows these procedures in establishing the budgetary data reflected in the required supplementary information in the financial statements:

- a. Prior to May 1, the Financial Officer submits to the City Administrator a proposed operating budget for the fiscal year which includes supporting schedules. Upon City Administrator's approval, the budget is submitted to the Board of Alderman. The operating budget includes proposed expenditures and the means of financing them.
- b. Review of the proposed budget is provided with the Board of Alderman during an open work session during which the public may provide comments.
- c. Prior to July 1, the budget is adopted by the Board of Aldermen.
- d. Budgets are adopted on a basis consistent with U.S. generally accepted accounting principles except Proprietary Funds which include capital outlay as an expense. The Industrial Development Authority Fund is not budgeted.
- e. The current year's budget includes amendments. Budget amendments must be approved by the Board of Aldermen.
- f. All annual appropriations lapse at fiscal year-end.

### 3. CASH AND TEMPORARY INVESTMENTS

**Credit Risk** - The City will minimize credit risk (the risk of loss due to the failure of the security issuer or backer) by pre-qualifying the financial institutions, brokers/dealers, intermediaries, and advisors with which the City will do business and diversifying the portfolio so that potential losses on individual securities will be minimized.

**Custodial Credit Risk** - For deposits and investments, the custodial credit risk is the risk that in the event of the failure of the counterparty, the City will be able to recover the value of its investments or collateral securities that are in the possession of an outside party. It is the City's policy that all deposits and investments be insured, covered by collateral, or be investments backed by the full faith and credit of the United States Government. All securities, which serve as collateral against the deposits of a depository institution must be safekept at a non-affiliated custodial facility. Depository institutions pledging collateral against deposits must, in conjunction with the custodial agent, furnish the necessary custodial receipts within five business days from the settlement date. Investments of the City are generally insured, collateralized, or invested in securities of the United States or its agencies.

**Interest Rate Risk** - The City will minimize the risk that the market value of securities in the portfolio will fall due to changes in general interest rates by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and by investing operating funds primarily in shorter-term securities.

To the extent possible, the City shall attempt to match its investments with anticipated cash flow requirements. Investments in bankers' acceptances shall mature and become payable not more than one hundred eighty days (180) from the date of purchases. All other investments shall mature and become payable not more than five (5) years from the date of purchase. The City shall adopt weighted average maturity limitations that should not exceed three (3) years and is consistent with the investment objectives.

**Concentration of Credit Risk** - It is the City's policy to minimize the risk of loss resulting from over concentration of assets in specific maturity, specific issuer, or specific class of securities. Diversification strategies shall be established and periodically reviewed. At a minimum, diversification standards by security type and issuer shall be:

- a) U.S. Treasuries and Securities having principal and/or interest guaranteed by the U.S. government. Exposure Limit - 100%
- b) Collateralized time and demand deposits. Exposure Limit - 100%.
- c) U.S. Government Agencies and government sponsored enterprises. Exposure Limit - No more than 60%
- d) Collateralized repurchased agreements. Exposure Limit - No more than 50%
- e) U.S. Government Agency callable securities. Exposure Limit - No more than 30%

3. **CASH AND TEMPORARY INVESTMENTS - continued**

**Cash** - At June 30, 2021, the carrying amount of the City's deposits was \$12,978,423. Bank balances held at financial institutions of \$12,851,908 were covered by the Federal Deposit Insurance Corporation (FDIC), a letter of credit from the financial institution, or were collateralized by the pledging financial institution or its agent in the City's name. In addition, the City has \$184,685 held in cash by the Trust Department of a financial institution, related to debt issued through the State Revolving Fund Program. These funds are not insured or collateralized and are not held in the City's name.

4. **FAIR VALUE MEASUREMENTS**

The City of Warrenton, Missouri categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure fair value of the assets. Level 1 inputs are quoted prices in an active market for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

The City had the following nonrecurring fair value measurements as of June 30, 2021:

Land held for investment was valued based on an appraisal of the land (Level 3). The land held by the City was appraised to determine what a reasonable asking price would be for this particular piece of land. The land was valued using the sales comparison valuation approach. The estimated fair value of the land was based on the sales price of comparable properties sold in the area with similar characteristics. There was no adjustment to the fair value of this land during the fiscal year ended June 30, 2021.

## 5. CAPITAL ASSETS

Capital asset activity for the primary government for the year ended June 30, 2021 is as follows:

	Balance Beginning Of Year	Additions	Deletions	Balance End of Year
Governmental activities:				
Capital assets, not being depreciated				
Land	\$ 2,673,984	\$ -	\$ -	\$ 2,673,984
Construction in progress	557,994	576,201	(213,955)	920,240
Total capital assets, not depreciated	<u>3,231,978</u>	<u>576,201</u>	<u>(213,955)</u>	<u>3,594,224</u>
Capital assets, being depreciated				
Buildings	10,009,934	-	-	10,009,934
Building improvements	486,110	220,047	-	706,157
Land improvements	2,091,181	29,540	-	2,120,721
Equipment	2,428,700	181,899	(10,879)	2,599,720
Infrastructure	9,278,008	37,454	-	9,315,462
Total capital assets, being depreciated	<u>24,293,933</u>	<u>468,940</u>	<u>(10,879)</u>	<u>24,751,994</u>
Less accumulated depreciation:				
Buildings	(2,094,433)	(251,720)	-	(2,346,153)
Building improvements	(328,526)	(24,598)	-	(353,124)
Land improvements	(1,513,274)	(88,549)	-	(1,601,823)
Equipment	(1,839,516)	(115,401)	8,703	(1,946,214)
Infrastructure	(2,708,011)	(275,977)	-	(2,983,988)
Total accumulated depreciation	<u>(8,483,760)</u>	<u>(756,245)</u>	<u>8,703</u>	<u>(9,231,302)</u>
Net capital assets being depreciated	<u>15,810,173</u>	<u>(287,305)</u>	<u>(2,176)</u>	<u>15,520,692</u>
Subtotal governmental activities	<u>\$ 19,042,151</u>	<u>\$ 288,896</u>	<u>\$ (216,131)</u>	<u>\$ 19,114,916</u>

5. CAPITAL ASSETS - continued

	Balance Beginning Of Year	Additions	Deletions	Balance End of Year
Business-type activities:				
Capital assets, not being depreciated				
Land	\$ 658,549	\$ -	\$ -	\$ 658,549
Construction in progress	1,233,399	675,611	(1,137,874)	771,136
Total capital assets, not depreciated	<u>1,891,948</u>	<u>675,611</u>	<u>(1,137,874)</u>	<u>1,429,685</u>
Capital assets, being depreciated				
Buildings	8,277,295	-	-	8,277,295
Building improvements	6,961,548	71,249	-	7,032,797
Land improvements	157,619	-	-	157,619
Equipment	2,178,612	267,933	(86,100)	2,360,445
Infrastructure	15,013,563	4,515,533	(50,968)	19,478,128
Total capital assets, being depreciated	<u>32,588,637</u>	<u>4,854,715</u>	<u>(137,068)</u>	<u>37,306,284</u>
Less accumulated depreciation:				
Buildings	(5,453,785)	(178,695)	-	(5,632,480)
Building improvements	(1,326,965)	(324,891)	-	(1,651,856)
Land improvements	(52,421)	(6,382)	-	(58,803)
Equipment	(1,423,332)	(143,293)	86,100	(1,480,525)
Infrastructure	(5,535,186)	(623,641)	38,483	(6,120,344)
Total accumulated depreciation	<u>(13,791,689)</u>	<u>(1,276,902)</u>	<u>124,583</u>	<u>(14,944,008)</u>
Net capital assets being depreciated	<u>18,796,948</u>	<u>3,577,813</u>	<u>(12,485)</u>	<u>22,362,276</u>
Subtotal business-type activities	<u>20,688,896</u>	<u>4,253,424</u>	<u>(1,150,359)</u>	<u>23,791,961</u>
Total, Net Capital Assets	<u>\$ 39,731,047</u>	<u>\$ 4,542,320</u>	<u>\$ (1,366,490)</u>	<u>\$ 42,906,877</u>

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

Governmental activities:	
Administrative	\$ 79,709
Finance department	538
Police department	28,356
Animal control	4,740
Street department	270,385
Cemetery	10,475
Building commission	4,338
Culture and recreation	<u>357,704</u>
Total depreciation expense - governmental activities	<u>\$ 756,245</u>
Business-type activities:	
Water and sewer	<u>\$ 1,276,902</u>

6. **LONG-TERM DEBT**

The following is a summary of the outstanding debt of the governmental activities:

The City issued Neighborhood Improvement District bonds in 2003. These bonds were used to pay construction costs on various neighborhood improvement district projects. This debt will be serviced by the Neighborhood Improvement District Fund through special assessments. At June 30, 2021, the outstanding balance is as follows:

2003 Neighborhood Improvement District Bonds	<u>\$64,000</u>
Ashland Meadows Project	
Interest - 3.25% to 5.125%	
Matures - 2023	
Payments are due on March 1 and September 1	

In November 2016, the City entered into a promissory note totaling \$15,400,000 with the Missouri Transportation Finance Corporation (MFTC). The note was for the purpose of the construction of a new I-70 interchange and related road projects. The debt will be serviced by a special sales tax accounted for in the Interchange Fund. As of June 30, 2021, the outstanding balance is as follows:

Missouri Transportation Finance Corporation	<u>\$9,233,747</u>
Interest - 2.64%	
Matures - 2037	
Payments are due on March 31 and October 31	

In November 2017, the City issued General Obligation Bonds Series 2017 to finance the constructing, furnishing and equipping of park, recreation and aquatic facilities and any related utility and roadway improvements. The debt will be serviced by the Capital Improvements Fund. As of June 30, 2021, the outstanding balance is as follows:

General Obligation Bonds - Series 2017	<u>\$5,590,000</u>
Interest - 2% to 3.125%	
Matures - 2037	
Payments are due on May 1 and November 1	

In May 2019, the City entered into a promissory note totaling \$1,176,000 with the Missouri Transportation Finance Corporation (MFTC). The note was for the purpose of the construction of sidewalks along Route 47. The City will draw down the funds over the next two years. The debt will be serviced by the transportation sales tax accounted for in the General Fund. As of June 30, 2021, the outstanding balance is as follows:

Missouri Transportation Finance Corporation	<u>\$1,051,089</u>
Interest - 2.93%	
Matures - 2029	
Payments are due on July 15	



6. **LONG-TERM DEBT** - continued

The annual principal and interest requirements of the debt related to the governmental activities is as follows for the years ended June 30:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 1,166,921	\$ 404,972	\$ 1,571,893
2023	1,206,940	386,663	1,593,603
2024	1,191,025	356,701	1,547,726
2025	1,225,735	326,092	1,551,827
2026	1,255,695	295,080	1,550,775
2027-2031	6,642,334	967,447	7,609,781
2032-2036	2,630,186	255,196	2,885,382
2037-2041	620,000	16,198	636,198
	<u>\$ 15,938,836</u>	<u>\$ 3,008,349</u>	<u>\$ 18,947,185</u>

The following is a summary of the outstanding debt in the Proprietary Fund:

During 2001, the City issued Water Pollution Control Revenue Bonds to refund previously issued bonds. The bonds are recorded in the Proprietary Fund and will be serviced by that fund. On June 30, 2021, the outstanding principal on the bonds consists of the following:

Water Pollution Control Revenue Bonds - Series 2001C \$140,000  
 First Bank of Missouri and UMB Bank, N.A.  
 Interest rate - 3% to 5.375%  
 Matures - 2022  
 Payments are due on January 1 and July 1

During 2002, the City issued Waterworks and Sewerage System Revenue Bonds to finance the extension and improvement of the sewer system. The bonds are recorded in the Proprietary Fund and will be serviced by that fund. On June 30, 2021, the outstanding principal on the bonds consists of the following:

Water Pollution Control and Drinking  
 Water Revenue Bonds - Series 2002 \$435,000  
 UMB Bank, N.A.  
 Interest rate - 3% to 5.375%  
 Matures - 2023  
 Payments are due on January 1 and July 1

6. **LONG-TERM DEBT** - continued

During 2014, the City issued Waterworks and Sewerage System Revenue Bonds to finance the acquiring, constructing, extending and improving of the City's combined waterworks and sewerage system. The bonds are recorded in the Proprietary Fund and will be serviced by that fund. On June 30, 2021, the outstanding principal on the bonds consists of the following:

Combined Waterworks and Sewerage System - Series 2014 \$7,860,000  
 US Bank, N.A.  
 Interest rate - 2% to 3.55%  
 Matures - 2039  
 Payments are due on January 1 and July 1

The annual principal and interest requirements of the Proprietary Fund debt are as follows for the years ended June 30:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 285,000	\$ 27,330	\$ 312,330
2023	620,000	267,713	887,713
2024	340,000	244,580	584,580
2025	350,000	234,230	584,230
2026	360,000	223,580	583,580
2027-2031	1,975,000	938,715	2,913,715
2032-2036	2,325,000	589,322	2,914,322
2037-2041	2,180,000	158,200	2,338,200
	<u>\$ 8,435,000</u>	<u>\$ 2,683,670</u>	<u>\$ 11,118,670</u>

A summary of changes in long-term debt for the year ended June 30, 2021 is as follows:

	<u>BALANCE, BEGINNING OF YEAR</u>	<u>ADDITIONS</u>	<u>REDUCTIONS</u>	<u>BALANCE, END OF YEAR</u>	<u>DUE WITHIN ONE YEAR</u>
Governmental activities:					
Neighborhood Improvement					
District Bonds	\$ 83,000	\$ -	\$ (19,000)	\$ 64,000	\$ 20,000
MTFC Loans	12,578,194	526,000	(2,819,358)	10,284,836	866,921
General Obligation Bonds	5,865,000	-	(275,000)	5,590,000	280,000
Bond premium/discount	73,460	-	(4,498)	68,962	-
Compensated absences	173,000	223,990	(261,655)	135,335	112,784
Subtotal governmental activities	<u>18,772,654</u>	<u>749,990</u>	<u>(3,379,511)</u>	<u>16,143,133</u>	<u>1,279,705</u>

6. **LONG-TERM DEBT** - continued

	<u>BALANCE, BEGINNING OF YEAR</u>	<u>ADDITIONS</u>	<u>REDUCTIONS</u>	<u>BALANCE, END OF YEAR</u>	<u>DUE WITHIN ONE YEAR</u>
Business-type activities:					
Certificates of participation	130,000	-	(130,000)	-	-
Waterworks and Sewerage System Refunding					
Revenue Bonds	210,000	-	(70,000)	140,000	70,000
Water Pollution Control and Drinking Water Revenue Bonds	645,000	-	(210,000)	435,000	215,000
Waterworks and Sewerage System Revenue Bonds	8,180,000	-	(320,000)	7,860,000	-
Deferred amounts:					
Issuance premiums	12,002	-	(4,661)	7,341	-
Total bonds and certificates payable	9,177,002	-	(734,661)	8,442,341	285,000
Compensated absences	62,746	52,253	(46,078)	68,921	53,824
Subtotal business-type activities	<u>9,239,748</u>	<u>52,253</u>	<u>(780,739)</u>	<u>8,511,262</u>	<u>338,824</u>
Total	\$ <u>28,012,402</u>	\$ <u>802,243</u>	\$ <u>(4,160,250)</u>	\$ <u>24,654,395</u>	\$ <u>1,618,529</u>

The revenue bonds are collateralized by the revenue from the sewer system and the various special funds established by the bond ordinances. The ordinances provide that the revenue of the system is to be used first to pay operating and maintenance expenses of the system and second to establish and maintain the revenue bond funds. Any remaining revenues may then be used for any lawful purpose. Deposits in the revenue bond funds are to be made by the first day of each month. The ordinances also contain certain provisions which require the City to maintain pledged revenues, as defined in the ordinances, for each year of at least 120% of the annual debt service requirements. For fiscal year ended June 30, 2021, the revenue bond coverage is 317%.

The General Fund and Water and Sewer Fund have typically been used in prior years to liquidate the compensated absences.

7. **INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

The following operating transfers were made during the fiscal year ending June 30, 2021:

	<u>TRANSFER IN</u>	<u>TRANSFER OUT</u>
Governmental Funds:		
General Fund	\$ 1,053,817	\$ -
Capital Improvements Fund	-	200,000
Nonmajor Funds:		
Park and Tourism Fund	-	293,817
Proprietary Funds:		
Water and Sewer Fund	-	560,000

7. **INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS - continued**

The Parks and Tourism Fund transferred funds received from tourism tax to the General Fund for costs related to events, park management fee, and a portion of the event coordinator’s salary. The Water and Sewer Fund transferred funds to the General Fund for the Water and Sewer allocation of overhead and capital costs. The Capital Improvements Fund transferred funds to the General Fund to pay for capital purchase paid for by the General Fund.

Due to/from other funds at June 30, 2021 are as follows:

	<u>DUE FROM</u>	<u>DUE TO</u>
Governmental Funds:		
General Fund	\$ 28,998	\$ 45,736
Capital Improvements Fund	227	-
Non-major Funds:		
TIF RPA1	-	1,585
Park and Tourism Fund		53
Cemetery Fund		270
Proprietary Fund:		
Water and Sewer Fund	-	18,419

Occasionally the various funds of the City have short-term receivables and payables to cover receipts and expenditures in one fund that will be transferred to another fund.

8. **PENSION PLAN**

**Plan Description**

Effective August 1, 2015, the City commenced participation in Missouri Local Government Employees Retirement System (LAGERS). The City’s defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. LAGERS is an agent multiple-employer, statewide public employee pension plan established in 1967 and administered in accordance with RSMo. 70.600-70.755. As such, it is LAGERS responsibility to administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401(a) and is tax exempt. The responsibility for the operations and administration of LAGERS is vested in the LAGERS Board of Trustees consisting of seven persons. LAGERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by accessing the LAGERS website at [www.molagers.org](http://www.molagers.org).

8. **PENSION PLAN** - continued

In accordance with generally accepted accounting principles and based on the timing of the audit in relation to the timing of the reports needed to complete the financial statements, the City has elected to use June 30, 2020 as the measurement date for the reporting of pension related items.

**Benefits Provided**

LAGERS provides retirement, death and disability benefits. Benefit provisions are adopted by the governing body of the employer, within the options available in the state statutes governing LAGERS. All benefits vest after 5 years of credited service. Employees who retire on or after age 60 (55 for police) with 5 or more years of service are entitled to an allowance for life based upon the benefit program information provided below. Employees may retire with an early retirement benefit with a minimum of 5 years of credited service and after attaining age 55 (50 for police) and receive a reduced allowance.

Benefit Program	1.0% for life
Final Average Salary	5 years
Member Contribution Rate	4%

Benefit terms provide for annual post retirement adjustments to each member’s retirement allowance subsequent to the member’s retirement date. The annual adjustment is based on the increase in the Consumer Price Index and is limited to 4% per year.

**Employees Covered By Benefit Terms**

At June 30, 2020, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	3
Inactive employees entitled to but not yet receiving benefits	13
Active employees	62
<b>TOTAL</b>	<u><u>78</u></u>

**Contributions** - The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance an unfunded accrued liability. Full-time employees of the employer also contribute 4% of the wages to the pension plan. Employer contribution rates are 7.0% (General) and 6.9% (Police) of annual covered payroll for the year ended June 30, 2020.

**Net Pension Liability** - The employer’s net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of February 29, 2020.

8. **PENSION PLAN** - continued

**Actuarial assumptions** - The total pension liability in the February 29, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25% wage; 2.5% price
Salary Increase	3.25% to 6.55% including wage inflation
Investment rate of return	7.25%, net of investment expenses

Mortality rates for post-retirement mortality, were RP-2014 Healthy Annuitant mortality table for males and females. The disabled retiree mortality tables, for post-retirement mortality, were the RP-2014 Disabled mortality table for males and females. The pre-retirement mortality tables used were RP-2014 Employees' mortality table for males and females.

Both the post-retirement and pre-retirement tables were adjusted for mortality improvement back to the observation period base year of 2006. The base year for males was then established to be 2017. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to the above described tables.

The actuarial assumptions used in the February 29, 2020 valuation were based on the results of an actuarial experience study for the period March 1, 2005 through February 28, 2010.

The long-term expected rate of return on pension plan investments was determined using a model method in which the best-estimate ranges of expected future real rates of return (expected returns, net of investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Equity	43%	5.16%
Fixed Income	26	2.86
Real Assets	21	3.23
Strategic Asset	10	5.59

**Discount rate** - The discount rate used to measure the total pension liability is 7.25%. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payment to determine the total pension liability.

8. **PENSION PLAN** - continued

**Changes in the Net Pension Liability**

	Total Pension Liability	Plan Fiduciary Net Position	Net Penison Liability
Balances as of June 30, 2020	<u>\$ 2,429,916</u>	<u>\$ 1,143,486</u>	<u>\$ 1,286,430</u>
Changes for the year:			
Service Costs	191,015	-	191,015
Interest on pension liability	182,116	-	182,116
Changes in benefit terms	-	-	-
Difference between expected and actual experience	57,410	-	57,410
Change in assumptions	-	-	-
Contributions - employer	-	210,689	(210,689)
Contributions - employee	-	120,991	(120,991)
Net investment income	-	17,600	(17,600)
Benefits Payments	(24,036)	(24,036)	-
Administrative expenses	-	(10,497)	10,497
Other (net transfers)	-	(1,848)	1,848
Net Changes	<u>406,505</u>	<u>312,899</u>	<u>93,606</u>
Balances as of June 30, 2021	<u><u>\$ 2,836,421</u></u>	<u><u>\$ 1,456,385</u></u>	<u><u>\$ 1,380,036</u></u>

**Sensitivity of the net pension liability to changes in the discount rate** - The following presents the Net Pension Liability of the employer, calculated using the discount rate of 7.25%, as well as what the employer's Net Pension Liability would be using a discount rate that is 1 percentage point lower 6.25% or one percentage point higher 8.25% than the current rate.

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability	\$ 1,918,547	\$ 1,380,036	\$ 1,177,830

8. **PENSION PLAN** - continued

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

For the year ended June 30, 2021 the employer recognized pension expense of \$179,024. The employer reported deferred outflows and inflows of resources related to the pension from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources
	<u>                    </u>	<u>                    </u>
Difference between expected and actual experience	\$ 116,435	\$ 118,049
Change in assumptions	8,496	11,612
Net difference between projected and actual earnings on pension plan investments	49,052	-
Employer contributions subsequent to the measurement date	220,821	-
Total	<u>\$ 394,804</u>	<u>\$ 129,661</u>

The deferred outflows of resources related to pension resulting from City contributions subsequent to measurement date of \$220,821 will be recognized as a reduction of net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2021	\$ 8,652
2022	10,547
2023	17,466
2024	16,090
2025	2,534
Thereafter	(10,967)

9. **CONTINGENCIES**

From time to time, the City is a party to various pending claims and legal actions arising in the ordinary course of its operations. Although the outcome of such matters cannot be forecast with certainty, in the opinion of management, all such matters are adequately covered by insurance, or if not covered, are without merit or involve amounts such that an unfavorable disposition would not have a material effect on the financial statements of the City.



9. **CONTINGENCIES - continued**

During the first quarter of 2020, there was a global outbreak of a novel strain of the coronavirus (COVID-19), which resulted in a significant disruption to businesses and individuals throughout the world. This outbreak of COVID-19 could affect the operations and future revenue of the City. At the time these financial statements were issued, the City is unable to fully quantify the current and future effects of COVID-19 on its financial position and future revenues and expense. However, the City's management does not expect a significant effect on future revenues and expenses at this time.

10. **NEW ACCOUNTING PRONOUNCEMENTS**

The Annual Comprehensive Financial Report for the fiscal year ended June 30, 2021, include the adoption of the following Governmental Accounting Standards Board pronouncements. GASB Statement No. 84, *Fiduciary Activities*; GASB Statement No. 88, *Certain Disclosures Related to Debt; including Direct Borrowings and Direct Placements*; GASB 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period*; and GASB 90, *Majority Equity Interests-an amendment of GASB Statements No. 14 and No. 61*, GASB Statement No. 91, *Conduit Debt Obligations*, and GASB Statement No. 98, *the Annual Comprehensive Financial Report*. GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – an amendment to GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32* has certain provisions which are permitted to be adopted early, the City has elected to adopt those provisions.

The effect on the City's financial statements of the following statements issued, but not yet adopted, has not yet been determined.

This report does not incorporate GASB Statement No. 87, *Leases*; GASB Statement No. 92, *Omnibus 2020*; GASB Statement No. 93, *Replacement of Interbank Offered Rates*; GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*; GASB Statement No. 96, *Subscriptions-Based Information Technology Arrangements*; and GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – an amendment to GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*. The effects on the City's financial statements as a result of adoption of these new pronouncements are unknown. The City will adopt and implement these statements at the required time.

11. **COMMITMENTS**

The City has one active construction project as of June 30, 2021. The remaining commitment on this project totals \$1,640,669.

12. **SUBSEQUENT EVENTS**

In preparing these financial statements, management has evaluated events and transactions for potential recognition or disclosure through the date of the Independent Auditors' Report, the date the financial statements were available to be issued.

In July 2021, the City authorized \$5,310,000 in Combined Waterworks and Sewerage System Revenue bonds for a sewer project.

**REQUIRED SUPPLEMENTARY INFORMATION**

**CITY OF WARRENTON, MISSOURI**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**BUDGETARY COMPARISON SCHEDULE**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>OPERATING REVENUE</b>				
Taxes	\$ 3,556,400	\$ 3,556,400	\$ 3,871,478	\$ 315,078
Intergovernmental	1,728,690	1,100,910	314,477	(786,433)
Charges for services	586,350	518,627	604,085	85,458
Licenses and permits	182,160	182,160	185,637	3,477
Fines and forfeitures	284,500	119,298	133,277	13,979
Investment income	48,000	48,000	14,952	(33,048)
Lot sales	11,000	11,000	13,400	2,400
Miscellaneous	4,200	4,200	57,998	53,798
<b>TOTAL OPERATING REVENUE</b>	<u>6,401,300</u>	<u>5,540,595</u>	<u>5,195,304</u>	<u>(345,291)</u>
<b>EXPENDITURES</b>				
Current:				
Administrative	1,498,880	1,498,880	1,407,272	91,608
Police and court	2,346,873	2,346,873	2,256,494	90,379
Street department	478,045	478,045	427,163	50,882
Culture and recreation	1,346,887	1,346,887	993,416	353,471
Planning and development	443,900	443,900	417,675	26,225
Capital outlay	3,423,455	1,660,712	1,022,427	638,285
Debt Service:				
Principal, interest and fiscal charges	133,538	133,538	133,508	30
<b>TOTAL EXPENDITURES</b>	<u>9,671,578</u>	<u>7,908,835</u>	<u>6,657,955</u>	<u>1,250,850</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(3,270,278)</u>	<u>(2,368,240)</u>	<u>(1,462,651)</u>	<u>905,559</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from the sale of capital assets	-	-	103	103
Proceeds from borrowings	526,000	526,000	526,000	-
Transfer in (out)	1,007,138	1,007,138	1,053,817	46,679
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>1,533,138</u>	<u>1,533,138</u>	<u>1,579,920</u>	<u>46,782</u>
<b>CHANGE IN FUND BALANCE</b>	(1,737,140)	(835,102)	117,269	<u>\$ 952,371</u>
<b>FUND BALANCES - BEGINNING OF YEAR</b>	<u>3,752,031</u>	<u>3,752,031</u>	<u>3,752,031</u>	
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 2,014,891</u>	<u>\$ 2,916,929</u>	<u>\$ 3,869,300</u>	

***CITY OF WARRENTON, MISSOURI***  
REQUIRED SUPPLEMENTARY INFORMATION  
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2021

**1. BUDGETARY INFORMATION**

The City prepares its budget on a basis consistent with generally accepted accounting principles. The budgetary process is detailed in Note 2 of the notes to financial statements.

**CITY OF WARRENTON, MISSOURI**  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS  
 LAGERS (GENERAL AND POLICE DIVISIONS)  
 YEARS ENDING JUNE 30,

	2020	2019	2018	2017	2016
<b>Total Pension Liability</b>					
Service cost	\$ 191,015	\$ 168,908	\$ 170,122	\$ 160,513	\$ 51,559
Interest on the total pension liability	182,116	157,426	138,372	119,824	1,762
Change of benefit terms	-	-	-	-	1,575,966
Difference between expected and actual experience	57,410	25,684	(27,160)	(28,845)	(53,321)
Changes of assumptions	-	-	(16,888)	14,652	-
Benefit payments	(24,036)	(20,664)	(5,921)	-	(2,073)
<b>Net change in total pension liability</b>	406,505	331,354	258,525	266,144	1,573,893
<b>Total pension liability - beginning</b>	2,429,916	2,098,562	1,840,037	1,573,893	-
<b>Total pension liability - ending</b>	<u>\$ 2,836,421</u>	<u>\$ 2,429,916</u>	<u>\$ 2,098,562</u>	<u>\$ 1,840,037</u>	<u>\$ 1,573,893</u>
<b>Plan Fiduciary Net Position</b>					
Contributions-employer	\$ 210,689	\$ 180,957	\$ 176,779	\$ 155,275	\$ 123,768
Contributions-employee	120,991	105,975	98,125	100,257	80,089
Net investment income	17,600	62,214	79,259	33,388	10,582
Benefit payments, including refunds	(24,036)	(20,664)	(5,921)	-	(2,073)
Pension plan administrative expense	(10,497)	(8,704)	(5,296)	(4,975)	(4,126)
Other (net transfer)	(1,848)	(5,586)	(202)	(7,859)	2,224
<b>Net change in plan fiduciary net position</b>	312,899	314,192	342,744	276,086	210,464
<b>Plan fiduciary net position - beginning</b>	1,143,486	829,294	486,550	210,464	-
<b>Plan fiduciary net position - ending</b>	<u>\$ 1,456,385</u>	<u>\$ 1,143,486</u>	<u>\$ 829,294</u>	<u>\$ 486,550</u>	<u>\$ 210,464</u>
<b>Employer net pension liability (asset)</b>	<u>\$ 1,380,036</u>	<u>\$ 1,286,430</u>	<u>\$ 1,269,268</u>	<u>\$ 1,353,487</u>	<u>\$ 1,363,429</u>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	51.35%	47.06%	39.52%	26.44%	13.37%
<b>Covered payroll</b>	\$ 2,914,272	\$ 2,661,477	\$ 2,349,746	\$ 2,498,127	\$ 2,219,798
<b>Employer's net pension liability (asset) as a percentage of covered payroll</b>	47.35%	48.34%	54.02%	54.18%	61.42%

**Note to schedule:**

Information for prior years is not available as the City began participation in LAGERS effective August 1, 2015; amounts presented for the year-end were determined as of June 30, the measurement date.

**CITY OF WARRENTON, MISSOURI**  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF EMPLOYER CONTRIBUTIONS  
 LAGERS (GENERAL AND POLICE DIVISIONS)  
 LAST TEN FISCAL YEARS

<u>Year ended June 30,</u>	<u>Actuarial Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Payroll</u>	<u>Actual Contribution as a % of Covered Payroll</u>
2017	\$ 123,768	\$ 123,768	\$ -	\$ 2,002,213	6.18 %
2018	155,304	155,304	-	2,506,411	6.20
2019	178,281	176,751	1,530	2,452,686	7.21
2020	180,957	180,957	-	2,649,390	6.83
2021	210,689	210,689	-	3,024,752	6.97

**Notes to Schedule of Contributions**

**Valuation date:** 2/29/2020

**Notes:** The roll-forward of total pension liability from February 29, 2020 to June 30, 2020 reflects expected service cost and interest reduced by actual benefit payments.

**Methods and assumptions used to determine contribution rates:**

<b>Actuarial cost method</b>	Entry age normal and Modified Terminal Funding
<b>Amortization method</b>	Level percentage of payroll, closed
<b>Remaining amortization period</b>	Multiple bases from 11 to 25 years
<b>Asset valuation method</b>	5-year smoothed market; 20% corridor
<b>Inflation</b>	3.25% wage inflation; 2.50% price inflation
<b>Salary increases</b>	3.25% - 6.55% including wage inflation
<b>Investment rate of return</b>	7.25%, net of investment expenses
<b>Retirement age</b>	Experience-based table of rates that are specific to the type of eligibility condition.

**Mortality** The healthy retiree mortality tables, for post retirement mortality, were the RP-2014 Healthy Annuitant mortality table for males and females. The disabled retiree mortality tables, for post-retirement mortality, were the RP-2014 disabled mortality table for males and females. The pre-retirement mortality tables used were the RP-2014 employees mortality table for males and females.

Both the post-retirement and pre-retirement tables were adjusted for mortality improvement back to the observation period base year of 2006. The base year for males was then established to be 2017. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to the above described tables.

**Note to schedule:**

Information for prior years is not available as the City began participation in LAGERS effective August 1, 2015; amounts presented for the year-end were determined as of June 30, the measurement date.

**SUPPLEMENTARY INFORMATION**

**CITY OF WARRENTON, MISSOURI**  
**COMBINING BALANCE SHEET - NONMAJOR FUNDS**  
**JUNE 30, 2021**

	Special Revenue Funds			Debt Service		Total
	Cemetery Fund	Parks and Tourism Fund	Industrial Development Authority Fund	TIF RPA1 Fund	Neighborhood Improvement District Fund	
<b>ASSETS AND OTHER DEBITS</b>						
Cash and investments	\$ 15,409	\$ 252,221	\$ 794	\$ 717,505	\$ -	\$ 985,929
Taxes receivable:						
Property	-	8,298	-	-	-	8,298
Other	-	-	-	25,519	-	25,519
Accounts receivable	31	-	-	-	-	31
Special assessments receivable	-	-	-	-	45,897	45,897
Due from other funds	270	53	-	1,585	-	1,908
Restricted assets:						
Cash and investments	-	-	-	-	20,782	20,782
<b>TOTAL ASSETS</b>	<u>\$ 15,710</u>	<u>\$ 260,572</u>	<u>\$ 794</u>	<u>\$ 744,609</u>	<u>\$ 66,679</u>	<u>\$ 1,088,364</u>
<b>LIABILITIES</b>						
Accounts payable	\$ -	\$ 250	\$ -	\$ -	\$ -	\$ 250
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Unavailable revenue:						
Property taxes	-	7,237	-	-	-	7,237
Special assessments	-	-	-	-	45,573	45,573
<b>TOTAL DEFERRED INFLOWS     OF RESOURCES</b>	<u>-</u>	<u>7,237</u>	<u>-</u>	<u>-</u>	<u>45,573</u>	<u>52,810</u>
<b>FUND BALANCES</b>						
Restricted for:						
Cemetery maintenance	15,710	-	-	-	-	15,710
Parks and tourism	-	253,085	-	-	-	253,085
Debt service	-	-	-	744,609	21,106	765,715
Assigned:						
Industrial development	-	-	794	-	-	794
<b>TOTAL FUND BALANCES</b>	<u>15,710</u>	<u>253,085</u>	<u>794</u>	<u>744,609</u>	<u>21,106</u>	<u>1,035,304</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 15,710</u>	<u>\$ 260,572</u>	<u>\$ 794</u>	<u>\$ 744,609</u>	<u>\$ 66,679</u>	<u>\$ 1,088,364</u>



**CITY OF WARRENTON, MISSOURI**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	Special Revenue Funds			Debt Service		Total
	Cemetery Fund	Parks and Tourism Fund	Industrial Development Authority Fund	TIF RPA1 Fund	Neighborhood Improvement District Fund	
<b>REVENUES</b>						
Taxes	\$ -	\$ 363,325	\$ -	\$ 507,678	\$ 23,665	\$ 894,668
Investment income	11	226	-	342	255	834
Lot sales	2,460	-	-	-	-	2,460
<b>TOTAL REVENUES</b>	<u>2,471</u>	<u>363,551</u>	<u>-</u>	<u>508,020</u>	<u>23,920</u>	<u>897,962</u>
<b>EXPENDITURES</b>						
Current:						
Administrative	-	-	-	-	1,144	1,144
Culture and recreation	-	36,827	-	-	-	36,827
Debt service:						
Principal, interest and fiscal charges	-	-	-	-	23,254	23,254
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>36,827</u>	<u>-</u>	<u>-</u>	<u>24,398</u>	<u>61,225</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	2,471	326,724	-	508,020	(478)	836,737
<b>OTHER FINANCING SOURCES</b>						
Transfer in (out)	-	(293,817)	-	-	-	(293,817)
<b>CHANGE IN FUND BALANCE</b>	2,471	32,907	-	508,020	(478)	542,920
<b>FUND BALANCES - BEGINNING OF YEAR</b>	<u>13,239</u>	<u>220,178</u>	<u>794</u>	<u>236,589</u>	<u>21,584</u>	<u>492,384</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 15,710</u>	<u>\$ 253,085</u>	<u>\$ 794</u>	<u>\$ 744,609</u>	<u>\$ 21,106</u>	<u>\$ 1,035,304</u>

**CITY OF WARRENTON, MISSOURI**  
 REQUIRED SUPPLEMENTARY INFORMATION  
 BUDGETARY COMPARISON SCHEDULE  
 CAPITAL IMPROVEMENTS  
 FOR THE YEAR ENDED JUNE 30, 2021

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
<b>OPERATING REVENUE</b>				
Taxes	\$ 420,000	\$ 420,000	\$ 473,180	\$ 53,180
Investment income	3,000	3,000	278	(2,722)
<b>TOTAL OPERATING REVENUE</b>	<u>423,000</u>	<u>423,000</u>	<u>473,458</u>	<u>50,458</u>
<b>EXPENDITURES</b>				
Current:				
Capital outlay	57,210	57,210	15,489	41,721
Debt service:				
Principal, interest and fiscal charges	424,673	424,673	424,673	-
<b>TOTAL EXPENDITURES</b>	<u>481,883</u>	<u>481,883</u>	<u>440,162</u>	<u>41,721</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(58,883)</u>	<u>(58,883)</u>	<u>33,296</u>	<u>92,179</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer in (out)	(200,000)	(200,000)	(200,000)	-
<b>CHANGE IN FUND BALANCE</b>	(258,883)	(258,883)	(166,704)	<u>\$ 92,179</u>
<b>FUND BALANCES - BEGINNING OF YEAR</b>	<u>544,052</u>	<u>544,052</u>	<u>544,052</u>	
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 285,169</u>	<u>\$ 285,169</u>	<u>\$ 377,348</u>	

**CITY OF WARRENTON, MISSOURI**  
 REQUIRED SUPPLEMENTARY INFORMATION  
 BUDGETARY COMPARISON SCHEDULE  
 INTERCHANGE FUND  
 FOR THE YEAR ENDED JUNE 30, 2021

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
<b>OPERATING REVENUE</b>				
Taxes	\$ 1,717,000	\$ 1,717,000	\$ 2,008,228	\$ 291,228
Intergovernmental	-	-	218,822	218,822
Investment income	25,000	25,000	2,309	(22,691)
<b>TOTAL OPERATING REVENUE</b>	<u>1,742,000</u>	<u>1,742,000</u>	<u>2,229,359</u>	<u>487,359</u>
<b>EXPENDITURES</b>				
Capital outlay	1,115,080	1,115,080	1,066,837	48,243
Debt service:				
Principal, interest and fiscal charges	2,991,797	2,991,797	2,991,797	-
<b>TOTAL EXPENDITURES</b>	<u>4,106,877</u>	<u>4,106,877</u>	<u>4,058,634</u>	<u>48,243</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(2,364,877)</u>	<u>(2,364,877)</u>	<u>(1,829,275)</u>	<u>\$ 535,602</u>
<b>FUND BALANCES - BEGINNING OF YEAR</b>	<u>4,153,600</u>	<u>4,153,600</u>	<u>4,153,600</u>	
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 1,788,723</u>	<u>\$ 1,788,723</u>	<u>\$ 2,324,325</u>	

**CITY OF WARRENTON, MISSOURI**  
 REQUIRED SUPPLEMENTARY INFORMATION  
 BUDGETARY COMPARISON SCHEDULE  
 CEMETERY FUND  
 FOR THE YEAR ENDED JUNE 30, 2021

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
<b>OPERATING REVENUE</b>				
Investment income	\$ 100	\$ 100	\$ 11	\$ (89)
Lot sales	1,650	1,650	2,460	810
<b>TOTAL OPERATING REVENUE</b>	<u>1,750</u>	<u>1,750</u>	<u>2,471</u>	<u>721</u>
<b>EXPENDITURES</b>				
Capital outlay	<u>2,500</u>	<u>2,500</u>	<u>-</u>	<u>2,500</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(750)</u>	<u>(750)</u>	<u>2,471</u>	<u>\$ 3,221</u>
<b>FUND BALANCES - BEGINNING OF YEAR</b>	<u>13,239</u>	<u>13,239</u>	<u>13,239</u>	
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 12,489</u>	<u>\$ 12,489</u>	<u>\$ 15,710</u>	

**CITY OF WARRENTON, MISSOURI**  
 REQUIRED SUPPLEMENTARY INFORMATION  
 BUDGETARY COMPARISON SCHEDULE  
 PARKS AND TOURISM FUND  
 FOR THE YEAR ENDED JUNE 30, 2021

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
<b>OPERATING REVENUE</b>				
Taxes	\$ 189,300	\$ 189,300	\$ 363,325	\$ 174,025
Investment income	2,400	2,400	226	(2,174)
Miscellaneous	140,000	140,000	-	(140,000)
TOTAL OPERATING REVENUE	<u>331,700</u>	<u>331,700</u>	<u>363,551</u>	<u>31,851</u>
<b>EXPENDITURES</b>				
Current:				
Culture and recreation	90,354	90,354	36,827	53,527
Capital outlay	131,783	131,783	-	131,783
TOTAL EXPENDITURES	<u>222,137</u>	<u>222,137</u>	<u>36,827</u>	<u>185,310</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>109,563</u>	<u>109,563</u>	<u>326,724</u>	<u>217,161</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer in (out)	<u>(285,000)</u>	<u>(285,000)</u>	<u>(293,817)</u>	<u>(8,817)</u>
<b>CHANGE IN FUND BALANCE</b>	(175,437)	(175,437)	32,907	<u>\$ 208,344</u>
<b>FUND BALANCES - BEGINNING OF YEAR</b>	<u>220,178</u>	<u>220,178</u>	<u>220,178</u>	
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 44,741</u>	<u>\$ 44,741</u>	<u>\$ 253,085</u>	

**CITY OF WARRENTON, MISSOURI**  
 REQUIRED SUPPLEMENTARY INFORMATION  
 BUDGETARY COMPARISON SCHEDULE  
 TIF RPA1 FUND  
 FOR THE YEAR ENDED JUNE 30, 2021

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
<b>OPERATING REVENUE</b>				
Taxes	\$ 223,000	\$ 223,000	\$ 507,678	\$ 284,678
Investment income	25,000	25,000	342	(24,658)
<b>TOTAL OPERATING REVENUE</b>	<u>248,000</u>	<u>248,000</u>	<u>508,020</u>	<u>260,020</u>
<b>EXPENDITURES</b>				
Current:				
Administrative	-	-	-	-
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>248,000</u>	<u>248,000</u>	<u>508,020</u>	<u>\$ 260,020</u>
<b>FUND BALANCES - BEGINNING OF YEAR</b>	<u>236,589</u>	<u>236,589</u>	<u>236,589</u>	
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 484,589</u>	<u>\$ 484,589</u>	<u>\$ 744,609</u>	

**CITY OF WARRENTON, MISSOURI**  
 REQUIRED SUPPLEMENTARY INFORMATION  
 BUDGETARY COMPARISON SCHEDULE  
 NEIGHBORHOOD IMPROVEMENT DISTRICT FUND  
 FOR THE YEAR ENDED JUNE 30, 2021

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
<b>OPERATING REVENUE</b>				
Taxes	\$ 21,752	\$ 21,752	\$ 23,665	\$ 1,913
Investment income	200	200	255	55
Miscellaneous	200	200	-	(200)
TOTAL OPERATING REVENUE	<u>22,152</u>	<u>22,152</u>	<u>23,920</u>	<u>1,768</u>
<b>EXPENDITURES</b>				
Current:				
Administrative	1,150	1,150	1,144	6
Debt service:				
Principal, interest and fiscal charges	23,254	23,254	23,254	-
TOTAL EXPENDITURES	<u>24,404</u>	<u>24,404</u>	<u>24,398</u>	<u>6</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(2,252)</u>	<u>(2,252)</u>	<u>(478)</u>	<u>\$ 1,774</u>
<b>FUND BALANCES - BEGINNING OF YEAR</b>	<u>21,584</u>	<u>21,584</u>	<u>21,584</u>	
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 19,332</u>	<u>\$ 19,332</u>	<u>\$ 21,106</u>	

**STATISTICAL SECTION**



## STATISTICAL SECTION

This part of the City of Warrenton, Missouri'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.

### **Financial Trends**

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

### **Revenue Capacity**

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

### **Debt Capacity**

These schedules 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.

### **Demographic and Economic information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

### **Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

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

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<b>Governmental Activities:</b>										
Net investment in capital assets	\$ 12,660,484	\$ 12,703,829	\$ 12,911,828	\$ 14,498,820	\$ 10,902,568	\$ 11,707,923	\$ 11,160,444	\$ 10,782,285	\$ 10,325,276	\$ 9,961,541
Restricted	2,536,364	3,370,559	2,647,530	1,742,601	1,200,832	1,293,494	1,682,683	1,540,912	2,346,719	2,429,791
Unrestricted	(5,364,207)	(7,634,572)	(8,619,280)	(9,643,491)	3,033,667	3,435,281	3,441,922	3,145,212	1,764,809	1,292,641
 Total Governmental Activities Net Position	 \$ 9,832,641	 \$ 8,439,816	 \$ 6,940,078	 \$ 6,597,930	 \$ 15,137,067	 \$ 16,436,698	 \$ 16,285,049	 \$ 15,468,409	 \$ 14,436,804	 \$ 13,683,973
<b>Business-type Activities:</b>										
Net investment in capital assets	\$ 15,349,620	\$ 12,859,772	\$ 11,846,447	\$ 11,156,288	\$ 11,079,415	\$ 10,342,918	\$ 9,201,212	\$ 9,443,535	\$ 9,114,226	\$ 8,945,610
Restricted	1,001,954	748,858	813,836	733,743	743,006	711,435	843,967	732,638	865,163	1,275,684
Unrestricted	4,444,766	5,156,363	5,175,882	4,125,792	3,186,280	3,379,055	3,871,358	3,395,821	3,068,341	2,407,464
 Total Business- Type Net Position	 \$ 20,796,340	 \$ 18,764,993	 \$ 17,836,165	 \$ 16,015,823	 \$ 15,008,701	 \$ 14,433,408	 \$ 13,916,537	 \$ 13,571,994	 \$ 13,047,730	 \$ 12,628,758
<b>Primary Activities:</b>										
Net investment in capital assets	\$ 28,010,104	\$ 25,563,601	\$ 24,758,275	\$ 25,655,108	\$ 21,981,983	\$ 22,050,841	\$ 20,361,656	\$ 20,225,820	\$ 19,439,502	\$ 18,907,151
Restricted	3,538,318	4,119,417	3,461,366	2,476,344	1,943,838	2,004,929	2,526,650	2,273,550	3,211,882	3,705,475
Unrestricted	(919,441)	(2,478,209)	(3,443,398)	(5,517,699)	6,219,947	6,814,336	7,313,280	6,541,033	4,833,150	3,700,105
 Total Net Position	 \$ 30,628,981	 \$ 27,204,809	 \$ 24,776,243	 \$ 22,613,753	 \$ 30,145,768	 \$ 30,870,106	 \$ 30,201,586	 \$ 29,040,403	 \$ 27,484,534	 \$ 26,312,731

Source: Basic Financial Statements

Source: Financial Statements > Statement of Net Assets (page 14)

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

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<b>EXPENSES:</b>										
<b>Governmental Activities:</b>										
Administrative	\$ 1,448,619	\$ 1,404,010	\$ 1,410,331	\$ 1,486,385	\$ 1,656,123	\$ 1,219,117	\$ 1,195,013	\$ 1,221,641	\$ 1,129,123	\$ 1,141,444
Police department and court	2,254,616	2,178,114	2,044,984	1,775,201	2,348,797	1,741,898	1,749,441	1,614,110	1,743,647	1,699,339
Street department	898,344	787,538	869,071	10,823,757	2,534,027	690,255	899,776	639,166	675,312	861,890
Culture and recreation	1,404,621	1,509,703	1,512,350	905,012	1,070,636	914,347	808,042	951,274	906,715	929,998
Planning and development	422,683	412,134	352,571	339,105	436,621	292,289	260,984	282,538	243,964	209,094
Interest and fiscal charges	446,132	488,778	441,530	662,327	46,557	38,077	75,019	79,569	89,807	90,556
Total Governmental Activities Expenses	6,875,015	6,780,277	6,630,837	15,991,787	8,092,761	4,895,983	4,988,275	4,788,298	4,788,568	4,932,321
<b>Business-type Activities:</b>										
Water and Sewer	2,930,340	2,880,792	2,672,691	2,355,567	2,425,791	2,304,573	2,429,527	2,038,641	2,109,690	1,937,853
Total Business-type activities expenses	2,930,340	2,880,792	2,672,691	2,355,567	2,425,791	2,304,573	2,429,527	2,038,641	2,109,690	1,937,853
Total Primary Government Expenses	9,805,355	9,661,069	9,303,528	18,347,354	10,518,552	7,200,556	7,417,802	6,826,939	6,898,258	6,870,174
<b>REVENUES:</b>										
<b>Governmental Activities</b>										
Charges for services:										
Administrative	385,940	355,877	352,625	347,632	343,922	337,963	338,136	338,711	329,976	330,587
Police department	191,922	290,388	375,594	259,387	336,678	494,833	523,854	492,777	571,339	616,497
Street department	185,637	182,193	158,528	124,448	97,497	64,512	47,622	46,508	73,226	92,490
Culture and recreation	98,931	104,466	154,170	63,955	77,931	76,894	70,901	131,188	118,986	145,707
Planning and development	60,569	23,813	29,594	8,996	12,650	6,287	9,453	12,509	6,506	3,728
Operating Grants and Contributions										
Police department	57,243	62,770	56,816	-	-	-	-	-	-	-
Capital Grants and Contributions										
Police department	-	-	-	60,509	13,523	1,125	768	-	656	71,424
Street department	476,056	258,804	320,523	310,955	362,670	326,068	511,811	513,589	150,149	-
Planning and development	-	-	-	-	487,317	-	265	-	-	-
Total Governmental Activities Program Revenues	1,456,298	1,278,311	1,447,850	1,175,882	1,732,188	1,307,682	1,502,810	1,535,282	1,250,838	1,260,433

Continued

**CITY OF WARRENTON, MISSOURI**  
**CHANGES IN NET POSITION - continued**  
**LAST TEN FISCAL YEARS**

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<b>Business-type Activities:</b>										
Charges for services:										
Water and sewer	4,229,939	4,138,760	3,980,504	3,616,644	3,252,788	3,073,073	3,004,481	2,807,692	2,815,589	2,706,843
Capital Grants and Contributions	122,701	-	-	-	-	-	-	-	-	-
Total Business-Type Activities	4,352,640	4,138,760	3,980,504	3,616,644	3,252,788	3,073,073	3,004,481	2,807,692	2,815,589	2,706,843
Total Primary Government	4,352,640	4,138,760	3,980,504	3,616,644	3,252,788	3,073,073	3,004,481	2,807,692	2,815,589	2,706,843
Program Revenues	4,352,640	4,138,760	3,980,504	3,616,644	3,252,788	3,073,073	3,004,481	2,807,692	2,815,589	2,706,843
<b>NET REVENUES (EXPENSES)</b>										
Governmental Activities	(5,418,717)	(5,501,966)	(5,182,987)	(14,815,905)	(6,360,573)	(3,588,301)	(3,485,465)	(3,253,016)	(3,537,730)	(3,671,888)
Business-type Activities	1,422,300	1,257,968	1,307,813	1,261,077	826,997	768,500	574,954	769,051	705,899	768,990
Net Revenues (Expenses)	(3,996,417)	(4,243,998)	(3,875,174)	(13,554,828)	(5,533,576)	(2,819,801)	(2,910,511)	(2,483,965)	(2,831,831)	(2,902,898)
<b>GENERAL REVENUES AND TRANSFERS</b>										
<b>Governmental activities:</b>										
Taxes	7,066,913	6,089,666	5,518,502	5,498,136	4,463,449	3,774,489	3,708,943	3,806,976	3,722,897	3,742,417
Interest income	18,373	94,349	143,911	129,927	21,948	10,895	9,671	7,435	19,330	4,466
Other miscellaneous revenues	232,253	317,045	187,141	239,353	188,103	207,313	215,638	200,042	197,090	189,182
Transfers	(505,997)	500,644	(324,419)	409,352	387,442	359,866	360,079	347,388	351,244	191,959
Gain on the disposal of capital assets	-	-	-	-	-	-	7,774	-	-	-
Total Governmental Activities	6,811,542	7,001,704	5,525,135	6,276,768	5,060,942	4,352,563	4,302,105	4,361,841	4,290,561	4,128,024
General Revenues and Transfers	6,811,542	7,001,704	5,525,135	6,276,768	5,060,942	4,352,563	4,302,105	4,361,841	4,290,561	4,128,024
<b>Business-type Activities:</b>										
Interest income	56,810	122,497	186,369	152,962	129,735	106,128	89,518	98,224	101,089	110,596
Other miscellaneous revenues	46,240	49,007	1,741	2,435	6,003	2,109	37,347	2,072	12,879	28,065
Transfers	505,997	(500,644)	324,419	(409,352)	(387,442)	(359,866)	(360,079)	(347,388)	(351,244)	(191,959)
Gain on the disposal of capital assets	-	-	-	-	-	-	2,803	2,305	5,620	2,646
Total Business-Type Activities	609,047	(329,140)	512,529	(253,955)	(251,704)	(251,629)	(230,411)	(244,787)	(231,656)	(50,652)
General Revenues and Transfers	609,047	(329,140)	512,529	(253,955)	(251,704)	(251,629)	(230,411)	(244,787)	(231,656)	(50,652)
Total Primary Government	7,420,589	6,672,564	6,037,664	6,022,813	4,809,238	4,100,934	4,071,694	4,117,054	4,058,905	4,077,372
General Revenues and Transfers	7,420,589	6,672,564	6,037,664	6,022,813	4,809,238	4,100,934	4,071,694	4,117,054	4,058,905	4,077,372
<b>CHANGE IN NET POSITION</b>										
Impairment of land value	-	-	-	-	-	(612,613)	-	-	-	-
Governmental Activities	1,392,825	1,499,738	342,148	(8,539,137)	(1,299,631)	764,262	816,640	1,108,825	752,831	456,136
Business-type Activities	2,031,347	928,828	1,820,342	1,007,122	575,293	516,871	344,543	524,264	474,243	718,338
Total Primary Government	3,424,172	2,428,566	2,162,490	(7,532,015)	(724,338)	668,520	1,161,183	1,633,089	1,227,074	1,174,474
Changes In Net Position	\$ 3,424,172	\$ 2,428,566	\$ 2,162,490	\$ (7,532,015)	\$ (724,338)	\$ 668,520	\$ 1,161,183	\$ 1,633,089	\$ 1,227,074	\$ 1,174,474

Source: Basic Financial Statements > Statement of Activities

**CITY OF WARRENTON, MISSOURI**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<b>General Fund:</b>										
Nonspendable	\$ 47,256	\$ 39,836	\$ 87,552	\$ 86,897	\$ 61,074	\$ 57,721	\$ 26,028	\$ 9,570	\$ 37,834	\$ 32,170
Restricted	-	-	-	-	-	-	-	-	961,940	1,054,238
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	36,173	34,673	23,111	23,111	23,111	19,626	19,626	-	-	-
Unassigned	3,785,871	3,677,522	3,212,790	3,461,871	3,101,286	3,481,691	4,293,981	4,105,032	2,761,023	2,334,857
Total General Fund	<u>\$ 3,869,300</u>	<u>\$ 3,752,031</u>	<u>\$ 3,323,453</u>	<u>\$ 3,571,879</u>	<u>\$ 3,185,471</u>	<u>\$ 3,559,038</u>	<u>\$ 4,339,635</u>	<u>\$ 4,114,602</u>	<u>\$ 3,760,797</u>	<u>\$ 3,421,265</u>
<b>All Other Governmental Funds:</b>										
Nonspendable	\$ -	\$ -	\$ 250	\$ -	\$ 17,920	\$ 15,000	\$ -	\$ -	\$ -	\$ -
Restricted	3,736,183	5,189,242	4,490,548	5,870,258	2,144,200	1,079,541	1,443,032	1,265,702	1,067,747	1,007,137
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	794	794	794	854	914	974	1,605	2,254	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-
Total All Other Governmental Funds	<u>\$ 3,736,977</u>	<u>\$ 5,190,036</u>	<u>\$ 4,491,592</u>	<u>\$ 5,871,112</u>	<u>\$ 2,163,034</u>	<u>\$ 1,095,515</u>	<u>\$ 1,444,637</u>	<u>\$ 1,267,956</u>	<u>\$ 1,067,747</u>	<u>\$ 1,007,137</u>
Total Fund Balance	<u>\$ 7,606,277</u>	<u>\$ 8,942,067</u>	<u>\$ 7,815,045</u>	<u>\$ 9,442,991</u>	<u>\$ 5,348,505</u>	<u>\$ 4,654,553</u>	<u>\$ 5,784,272</u>	<u>\$ 5,382,558</u>	<u>\$ 4,828,544</u>	<u>\$ 4,428,402</u>

Source: Basic Financial Statements > Balance Sheet- Governmental Funds

**CITY OF WARRENTON, MISSOURI**  
**CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<b>REVENUES</b>										
Taxes	\$ 7,247,554	\$ 6,257,710	\$ 5,690,501	\$ 5,689,881	\$ 4,669,140	\$ 3,984,006	\$ 3,892,208	\$ 3,855,689	\$ 3,785,124	\$ 3,720,024
Intergovernmental	533,299	381,054	317,859	371,464	863,510	327,193	512,844	-	-	-
Charges for services	604,085	541,811	587,682	470,996	486,294	477,740	478,775	532,509	505,976	535,741
Licenses and permits	185,637	182,193	158,528	124,448	97,497	64,512	47,622	46,508	73,226	92,490
Fines and forfeitures	133,277	232,733	324,301	208,974	284,887	438,237	463,569	442,676	520,831	560,778
Investment income	18,373	94,349	143,911	129,927	23,782	10,895	9,671	7,435	19,330	4,466
Lot sales	15,860	12,340	17,400	13,200	11,100	11,200	11,875	13,600	8,800	10,600
Miscellaneous	57,998	41,975	18,600	63,700	14,565	23,081	50,034	203,931	326,640	261,038
<b>Total Revenues</b>	<b>8,796,083</b>	<b>7,744,165</b>	<b>7,258,782</b>	<b>7,072,590</b>	<b>6,450,775</b>	<b>5,336,864</b>	<b>5,466,598</b>	<b>5,102,348</b>	<b>5,239,927</b>	<b>5,185,137</b>
<b>EXPENDITURES</b>										
Current:										
Administrative	1,408,416	1,313,335	1,300,999	1,323,181	1,226,676	1,149,621	1,109,120	1,139,627	1,045,648	1,060,309
Police department and court	2,256,494	2,186,105	1,992,171	1,689,962	1,706,546	1,738,139	1,671,038	1,534,367	1,645,455	1,611,339
Street department	427,163	483,824	463,709	400,461	399,956	430,823	414,114	386,521	473,753	557,648
Culture and recreation	1,030,243	1,149,764	1,227,659	719,318	742,571	655,428	621,911	766,546	702,439	741,319
Planning and development	417,675	403,846	349,613	347,475	326,369	290,331	257,566	277,431	238,225	202,635
Capital outlay	2,104,753	706,699	2,713,317	15,939,000	3,289,377	1,902,157	888,403	337,670	699,726	594,922
Debt Service:										
Principal	3,113,358	949,819	1,032,949	2,514,760	278,635	626,198	391,515	294,751	294,036	282,350
Interest	459,571	489,977	427,359	502,328	29,890	41,196	66,349	81,589	91,747	101,062
Issue costs and other fiscal charges	303	301	302	94,412	-	-	29,024	-	-	-
<b>Total Expenditures</b>	<b>11,217,976</b>	<b>7,683,670</b>	<b>9,508,078</b>	<b>23,530,897</b>	<b>8,000,020</b>	<b>6,833,893</b>	<b>5,449,040</b>	<b>4,818,502</b>	<b>5,191,029</b>	<b>5,151,584</b>
<b>EXCESS REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(2,421,893)</b>	<b>60,495</b>	<b>(2,249,296)</b>	<b>(16,458,307)</b>	<b>(1,549,245)</b>	<b>(1,497,029)</b>	<b>17,558</b>	<b>283,846</b>	<b>48,898</b>	<b>33,553</b>
<b>OTHER FINANCING SOURCES (USES)</b>										
Proceeds from the sale of capital assets	103	18,730	745	106,487	5,755	7,444	9,418	-	-	-
Insurance proceeds	-	97,153	-	-	-	-	-	-	-	-
Proceeds from borrowings	526,000	450,000	-	-	-	-	-	-	-	-
Proceeds from the issuance of debt	-	-	-	-	-	-	470,000	-	-	-
Payments to escrow agent	-	-	-	-	-	-	(455,341)	-	-	-
Bond proceeds	-	-	200,000	19,950,000	1,850,000	-	-	-	-	-
Premium from bond issuance	-	-	-	86,954	-	-	-	-	-	-
Transfer in (out)	560,000	500,644	420,605	409,352	387,442	359,866	360,079	347,388	351,244	191,959
<b>Total Other Financing Sources (Uses)</b>	<b>1,086,103</b>	<b>1,066,527</b>	<b>621,350</b>	<b>20,552,793</b>	<b>2,243,197</b>	<b>367,310</b>	<b>384,156</b>	<b>347,388</b>	<b>351,244</b>	<b>191,959</b>
<b>CHANGE IN FUND BALANCES</b>	<b>\$ (1,335,790)</b>	<b>\$ 1,127,022</b>	<b>\$ (1,627,946)</b>	<b>\$ 4,094,486</b>	<b>\$ 693,952</b>	<b>\$ (1,129,719)</b>	<b>\$ 401,714</b>	<b>\$ 631,234</b>	<b>\$ 400,142</b>	<b>\$ 225,512</b>
Debt service as a percentage of noncapital expenditures	34.4%	20.5%	18.9%	17.4%	4.7%	13.1%	10.1%	8.3%	8.5%	8.2%

Source: Basic Financial Statements > Statement of Revenues, Expenditures and Change in Fund Balances

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

Fiscal Year	Residential	Commercial	Agriculture	Personal	Total	Estimated Appraised Value	Ratio Total Assessed to Total Estimated Appraised Value	Total Direct Tax Rate
2021	\$ 61,572,146	\$ 28,198,282	\$ 222,549	\$ 21,859,264	\$ 111,852,241	\$ 418,043,706	27 %	\$ 0.4658
2020	57,921,230	27,499,183	284,167	19,160,684	104,865,264	503,421,483	21	0.4615
2019	55,260,574	26,689,643	294,248	17,824,865	100,069,330	482,161,826	21	0.4615
2018	54,043,716	25,332,983	292,395	17,693,335	97,362,429	466,252,423	21	0.4615
2017	52,834,475	25,182,960	292,384	17,295,950	95,605,769	361,473,147	26	0.4615
2016	52,464,922	25,038,433	297,610	17,223,550	95,024,515	356,855,288	27	0.4615
2015	52,118,994	24,746,207	309,338	16,577,895	93,752,434	357,595,609	26	0.4591
2014	52,601,336	24,807,693	305,763	17,600,760	95,315,552	356,920,450	27	0.4950
2013	52,431,744	24,787,388	298,692	16,168,410	93,686,234	355,905,356	26	0.4510
2012	52,119,150	23,858,927	294,032	15,508,590	91,780,699	352,104,521	26	0.4481

Source: Warren County Assessor's assessment book

**CITY OF WARRENTON, MISSOURI**  
**PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS**  
**LAST TEN FISCAL YEARS**

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<b>City of Warrenton</b>										
Operating	\$ 0.2926	\$ 0.2899	\$ 0.2899	\$ 0.2899	\$ 0.2899	\$ 0.2899	\$ 0.2884	\$ 0.2883	\$ 0.2852	\$ 0.2814
Parks	0.1732	0.1716	0.1716	0.1716	0.1716	0.1716	0.1707	0.1707	0.1689	0.1667
Total City of Warrenton	0.4658	0.4615	0.4615	0.4615	0.4615	0.4615	0.4591	0.4590	0.4541	0.4481
<b>Overlapping governments:</b>										
State of Missouri	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300
Warren County (includes county and road and bridge)	0.2402	0.2754	0.2772	0.2798	0.2757	0.2816	0.2882	0.2993	0.3008	0.2895
Library	0.1908	0.1973	0.1973	0.2008	0.2008	0.2008	0.2008	0.2008	0.0684	0.0683
SB40	0.1603	0.1603	0.1603	0.1603	0.1603	0.1603	0.1603	0.1603	0.1600	0.1600
School District	4.2683	4.2625	4.2614	4.2230	4.1946	4.1698	4.1799	4.1445	4.1315	4.1107
Fire District	0.4497	0.4497	0.4497	0.4497	0.4497	0.4497	0.4497	0.4497	0.4497	0.4497
Ambulance District	0.4931	0.4991	0.4991	0.4991	0.4991	0.4991	0.4991	0.4991	0.3431	0.3430
Total Overlapping Governments	5.8324	5.8743	5.8750	5.8427	5.8102	5.7913	5.8080	5.7837	5.4835	5.4512
Total City and Overlapping Governments	\$ 6.2982	\$ 6.3358	\$ 6.3365	\$ 6.3042	\$ 6.2717	\$ 6.2528	\$ 6.2671	\$ 6.2427	\$ 5.9376	\$ 5.8993

Source: Warren County Collector



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

<u>Tax Payer</u>	<u>2021</u>			<u>2012</u>		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Assessed Value</u>
TKG Warren County LLC-Walmart, Retail, Applebees	\$ 3,145,280	1	3.45 %	\$ 3,146,947	1	4.13 %
SAF/Holland USA, Inc.	1,941,345	2	2.13	1,936,503	2	2.54
Rural King	1,869,527	3	2.05			
Schnucks	1,078,355	4	1.18			
Warrenton Shopping Center	994,218	5	1.09	553,382	3	0.73
Progress Bank of Missouri	513,299	6	0.56	524,486	5	0.69
Warrenton Eight Cinema	498,720	7	0.55	498,880	7	0.65
Warrenton Manor	476,141	8	0.52	513,392	6	0.67
Walgreens	429,965	9	0.47	442,649	9	0.58
Mosers	408,000	10	0.45	491,613	8	0.64
Missouri Bank				426,138	10	0.56
Warrenton Retirement				533,096	4	0.70
<b>Total</b>	<b>\$ 11,354,850</b>		<b>12.45 %</b>	<b>\$ 9,067,086</b>		<b>11.89 %</b>

Source: Warren County Assessor's assessment book

**CITY OF WARRENTON, MISSOURI**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Net Tax Levy</u>	<u>Collections in Year of Levy</u>	<u>Percentage Collected in Year of Levy</u>	<u>Collected in Subsequent Years</u>	<u>Total Collected</u>	<u>Percentage Collected</u>	<u>Outstanding Delinquent Taxes</u>	<u>Outstanding Delinquent Taxes as a Percentage of Net Tax Levy</u>
2021	\$ 504,207	\$ 485,648	96.3 %	\$ -	\$ 485,648	96.3 %	\$ 18,559	3.7 %
2020	476,126	457,594	96.1	14,874	472,468	99.2	3,658	0.8
2019	454,279	435,048	95.8	18,313	453,361	99.8	918	0.2
2018	447,961	430,449	96.1	16,803	447,252	99.8	709	0.2
2017	441,855	422,442	95.6	18,707	441,149	99.8	706	0.2
2016	435,458	426,929	98.0	7,951	434,880	99.9	579	0.1
2015	440,776	407,730	92.5	32,511	440,241	99.9	535	0.1
2014	448,156	418,742	93.4	28,953	447,694	99.9	461	0.1
2013	417,489	384,443	92.1	32,579	417,022	99.9	467	0.1
2012	415,113	385,482	92.9	29,390	414,872	99.9	241	0.1

**Source:** Warren County Collector

**CITY OF WARRENTON, MISSOURI**  
**LEGAL DEBT MARGIN INFORMATION**  
**LAST TEN FISCAL YEARS**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Debt Limit	\$ 11,185,224	\$ 10,486,526	\$ 10,006,933	\$ 9,736,242	\$ 9,560,576	\$ 9,502,451	\$ 9,375,243	\$ 9,531,555	\$ 9,368,623	\$ 9,178,069
Net debt applicable to limit	<u>5,590,000</u>	<u>5,865,000</u>	<u>6,135,000</u>	<u>6,400,000</u>	-	-	-	-	-	-
Legal Debt Margin	<u>\$ 5,595,224</u>	<u>\$ 4,621,526</u>	<u>\$ 3,871,933</u>	<u>\$ 3,336,242</u>	<u>\$ 9,560,576</u>	<u>\$ 9,502,451</u>	<u>\$ 9,375,243</u>	<u>\$ 9,531,555</u>	<u>\$ 9,368,623</u>	<u>\$ 9,178,069</u>
Total Net Debt Applicable to the Limit as a Percentage of the Debt Limit	49.98%	55.93%	61.31%	65.73%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Note: Bonded indebtedness is limited by Section 95.111 and 95.120 of the Missouri Revised Statutes (1986) to 10% of the assessed value of taxable tangible property. An additional 10% may be used for certain purposes

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

Fiscal Year	Governmental Activities					Business-type Activities			Total Primary Government	Percentage of Personal Income	Per Capita
	Neighborhood Improvement District Bonds	General Obligation Bonds	MTFC Loans	Certificates of Participation	Loans	Water Pollution Revenue Bonds	Certificates of Participation	Sewer System Revenue Bonds			
2021	\$ 64,000	\$ 5,658,962	\$ 10,284,836	\$ -	\$ -	\$ 582,341	\$ -	\$ 7,860,000	\$ 24,450,139	13.1 %	\$ 2,811
2020	83,000	5,938,460	12,578,194	-	-	867,001	130,000	8,180,000	27,776,655	15.3	3,295
2019	101,000	6,212,958	12,790,013	-	-	1,125,000	260,000	8,490,000	28,978,971	16.1	3,452
2018	118,000	6,482,456	13,320,962	-	-	1,390,000	380,000	8,790,000	30,481,418	13.5	3,704
2017	148,722	-	1,850,000	425,000	-	1,650,000	500,000	9,085,000	13,658,722	6.2	1,652
2016	177,357	-	-	675,000	-	1,900,000	625,000	9,370,000	12,747,357	6.3	1,565
2015	205,110	-	-	910,000	363,445	2,145,000	745,000	9,650,000	14,018,555	7.2	1,728
2014	231,053	-	-	1,215,000	424,017	2,385,000	830,000	-	5,085,070	2.5	632
2013	255,230	-	-	1,425,000	484,591	2,615,000	930,000	-	5,709,821	2.9	711
2012	278,691	-	-	1,635,000	545,166	2,840,000	1,025,000	-	6,323,857	3.2	791

**CITY OF WARRENTON, MISSOURI**  
**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
**DECEMBER 31, 2020**

<u>Governmental Unit</u>	<u>Debt Outstanding<sup>(1)</sup></u>	<u>Estimated Percentage Applicable<sup>(2)</sup></u>	<u>Estimated Share of Overlapping Debt</u>
School District	\$ 25,992,447	95.0 %	\$ 24,692,825
Library	16,860,000	10.0	1,686,000
Subtotal, Overlapping Debt	42,852,447		26,378,825
City Direct Debt	5,658,962	100.0	5,658,962
Total Direct and Overlapping Debt	<u>\$ 48,511,409</u>		<u>\$ 32,037,787</u>

Source: Information was obtained from Taxing Jurisdictions or other public records. The debt, excludes lease obligations and other annual appropriation financings.

(1) Represents only general obligation bonds.

(2) Estimates are based on 2020 real and personal property assessment.

**CITY OF WARRENTON, MISSOURI**

PLEDGED REVENUE COVERAGE

LAST TEN FISCAL YEARS

**Water and Sewer Revenue Bonds**

<b>Fiscal Year</b>	<b>Gross Earnings</b>	<b>Operating and Maintenance Expense</b>	<b>Net Revenue Available for Debt Service</b>	<b>Debt Service</b>		<b>Coverage</b>
				<b>Principal</b>	<b>Interest</b>	
2021	\$ 4,332,989	\$ 1,343,645	\$ 2,989,344	\$ 600,000	\$ 315,818	3.23
2020	3,772,041	1,328,187	2,443,854	545,000	388,685	2.62
2019	4,168,614	1,435,706	2,732,908	565,000	356,579	2.97
2018	3,772,041	1,328,187	2,443,854	555,000	376,455	2.62
2017	3,388,526	1,460,175	1,928,351	535,000	395,728	2.07
2016	3,181,310	1,278,436	1,902,874	525,000	414,496	2.03
2015	3,134,149	1,368,153	1,765,996	500,000	294,872	2.22
2014	2,910,293	1,246,958	1,663,335	230,000	135,214	4.55
2013	2,935,177	1,312,892	1,622,285	225,000	145,606	4.38
2012	2,848,150	1,138,110	1,710,040	418,033	164,557	2.94

**Special Assessment Bonds**

<b>Fiscal Year</b>	<b>Special Assessment Collections</b>	<b>Debt Service</b>		<b>Coverage</b>
		<b>Principal</b>	<b>Interest</b>	
2021	\$ 23,920	\$ 19,000	\$ 4,254	1.03
2020	22,602	18,000	5,176	0.98
2019	22,569	17,000	6,046	0.98
2018	38,835	30,722	7,902	1.01
2017	38,318	28,635	9,452	1.01
2016	38,831	27,753	11,047	1.00
2015	38,523	25,943	12,522	1.00
2014	38,149	24,177	13,905	1.00
2013	37,617	23,461	15,174	0.97
2012	40,788	21,775	16,369	1.07

Source: City Records

**CITY OF WARRENTON, MISSOURI**  
**DEMOGRAPHICS AND ECONOMIC STATISTICS**  
**LAST TEN YEARS**

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Median Age (2)</u>	<u>Personal Income (2)</u>	<u>Per Capita Income (2)</u>	<u>School Enrollment (3)</u>	<u>County Unemployment Rate (4)</u>
2021	8,697	34.3	\$ 186,942,015	\$ 21,495	\$ 3,023	4.7 %
2020	8,429	34.3	181,181,355	21,495	3,018	4.7
2019	8,396	34.3	180,472,020	21,495	3,028	3.0
2018	8,229	35.5	226,486,767	27,523	3,051	3.1
2017	8,266	34.8	221,900,770	26,845	3,141	3.8
2016	8,144	32.1	202,541,280	24,870	3,169	4.4
2015	8,112	31.5	194,955,696	24,033	3,256	6.0
2014	8,052	31	202,411,176	25,138	3,210	6.6
2013	8,030	30.7	198,276,760	24,692	3,156	7.4
2012	7,994	31.3	196,500,514	24,581	2,987	8.5

(1) Census Bureau,

(2) American Community Survey Estimates, personal income is per household

(3) Source: Missouri Department of Elementary and Secondary Education. Warren County RIII

(4) Source: Missouri Department of Labor and Industrial Relations.

(5) City building department new housing

**CITY OF WARRENTON, MISSOURI**  
**PRINCIPAL EMPLOYERS**  
**CURRENT YEAR**

<b><u>Employer</u></b>	2021		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>
Warren County R-III Schools	418	1	11 %
SAF/Holland USA, Inc.	400	2	11
Wal-Mart	286	3	8
Child Evangelism Fellowship (CEF)	138	4	4
Warren County Government	132	5	3
Rural King	93	6	2
City of Warrenton	87	7	2
Schnucks	63	8	2
Warrenton Manor	55	9	1

Source: Boonslick Regional annual data from DatabaseUSA.com

Note: Information for years prior to 2021 is not available.



**CITY OF WARRENTON, MISSOURI**  
**FULL-TIME-EQUIVALENT EMPLOYEES AS OF JUNE 30**

<u>Function/Program</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<b>Elected Officials:</b>										
Mayor	1	1	1	1	1	1	1	1	1	1
Alderman	6	6	6	6	6	6	6	6	6	6
Municipal Court Judge	1	1	1	1	1	1	1	1	1	1
<b>General Government:</b>										
Administration	4	4	4	4	5	4	4	4	4	4
Finance	4	4	4	4	4	4	4	4	4	4
Municipal Court	1	1	1	1	1	1	2	1	1	1
Utility Billing	1	1	1	1	1	1	1	1	1	1
Marketing/Public Relations	1	1	1	2	-	-	-	-	-	-
Planning	1	1	1	-	-	-	-	-	1	-
Building	3	3	5	5	4	4	4	4	1	1
Grounds & Maintenance	7	8	7	6	6	6	5	5	6	6
Street	5	5	5	5	5	5	5	5	5	4
Water	6	6	6	6	5	6	6	6	6	6
Sewer/Treatment Plant	7	7	7	7	7	7	7	7	7	6
Other	-	-	-	1	2	3	2	6	4	4
<b>Police:</b>										
Officers	30	26	25	23	22	22	22	20	24	24
Administrative/Records	4	4	3	3	3	3	3	3	3	3
Animal Control	2	2	2	2	2	2	2	2	2	2
<b>Pool:</b>										
Administration	2	2	-	-	-	-	-	-	-	-
Swim Instructors	0	-	-	-	-	-	-	-	-	-
Water Fitness	0	-	-	-	-	-	-	-	-	-
Guest Services	2	2	-	-	-	-	-	-	-	-
Lifeguards	6	6	-	-	-	-	-	-	-	-
<b>Total</b>	<u>86</u>	<u>83</u>	<u>71</u>	<u>70</u>	<u>67</u>	<u>67</u>	<u>65</u>	<u>67</u>	<u>68</u>	<u>65</u>

Note: Hired management company for pool in prior years

**CITY OF WARRENTON**  
**OPERATING INDICATORS BY FUNCTION/PROGRAM**  
**LAST TEN FISCAL YEARS**

Function/Program	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012 (1)
<b>Police - Patrol:</b>										
Arrests	304	513	589	489	464	397	448	441	646	706
Citations	1,582	1,955	2,635	1,777	1,768	2,887	3,288	2,544	3,392	3,775
Calls for Service	21,246	23,852	25,194	24,051	27,838	35,652	33,636	26,759	28,842	28,832
Accidents	386	308	382	373	400	403	353	309	315	350
<b>Building Inspection:</b>										
Single Family	76	77	56	52	11	8	5	2	6	3
Multi-Family	11	20	16	-	1	-	-	-	-	1
Commercial	3	1	4	4	3	3	1	-	1	4
Occupancy (2)	472	267	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Other Permits	250	292	175	174	155	160	133	198	195	225
Inspections	3,916	4,005	2,102	1,561	723	628	331	459	No Info	No info
<b>Planning and Zoning:</b>										
Rezoning	3	4	1	3	-	-	-	1	-	1
Site Plans	4	5	3	6	15	4	6	10	6	4
Record Plats	5	-	-	4	6	2	-	-	3	-
Prelim Plans/Plats	2	4	-	-	-	-	1	-	-	-
Planned Developments	-	2	-	1	-	1	1	-	-	-
Conditional Use Permits	2	4	2	3	11	4	5	6	3	1
Boundary Line Adjustment	6	1	5	4	-	1	1	-	1	3
Subdivision	-	2	4	-	-	-	-	-	1	-
<b>Parks:</b>										
Pavilion/Field Rentals	76	48	68	74	69	72	76	69	12	-
Pool Usage (3)	15,136	19,878	20,139	-	-	-	-	-	-	-
Warren Co Senior Center Meals	6,256	5,333	5,333	5,333	3,935	2,559	5,051	5,333	5,932	-
Hours Mowed	3,556	3,795	3,163	3,315	3,573	2,765	3,462	2,719	-	-
<b>Administrative and Finance</b>										
Request for Information	148	110	130	144	481	598	610	537	603	-
Business License Issues	692	533	471	417	371	323	293	276	255	241
AP Checks	1,958	2,064	2,334	2,185	2,224	2,206	2,373	2,383	2,264	-

Sources: City Department Records

- Note: (1) Very limited information from FY 12  
(2) Occupancy inspections not performed prior to 2020  
(3) The City constructed new pool facilities 2019