

*ANNUAL REPORT OF*  
*CITY OF MOBERLY, MISSOURI*  
*YEAR ENDED JUNE 30, 2008*

*CITY OF MOBERLY, MISSOURI*

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## INDEPENDENT AUDITOR'S REPORT

City Manager and Members  
of the City Council  
City of Moberly, Missouri

We have audited the accompanying cash basis financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the City of Moberly, Missouri, as of and for the year ended June 30, 2008, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Moberly's management. Our responsibility is to express an opinion 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1, the City's policy is to prepare its financial statements on the cash basis of accounting. Consequently, revenue and the related assets are recognized when received rather than when earned, and expenses are recognized when paid rather than when the obligation is incurred. The cash basis of accounting is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

To the extent this communication contains statements by a tax professional who is subject to the rules of professional conduct set forth in Circular 230, as promulgated by the United States Department of the Treasury, such professional hereby asserts that any U. S. federal tax advice was not intended or written to be used by any taxpayer for the purpose of avoiding penalties that may be imposed on the taxpayer by the Internal Revenue Service, and it cannot be used by any taxpayer for such purpose.

Member of the American Institute of Certified Public Accountants and the Missouri Society of Certified Public Accountants.

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash basis financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Moberly, Missouri, at June 30, 2008, and the respective changes in financial position and the respective budgetary comparisons for the general fund, the city transportation trust fund and the capital improvement trust fund for the year then ended in conformity with the basis of accounting described in Note I.

In accordance with *Government Auditing Standards*, we have also issued a report dated September 1, 2009, on our consideration of the City of Moberly, Missouri's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in conjunction with this report in considering the results of our audit.

The management's discussion and analysis (pages 3 through 10) is not a required part of the basic financial statements, but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion thereon.

Our audit was conducted for the purpose of forming opinions on the cash basis financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual non-major fund financial statements and schedules described in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual non-major fund cash basis financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects to the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements of the City. This schedule has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.



Timothy M. Jeffries, CPA, PC

September 1, 2009

**CITY OF MOBERLY, MISSOURI  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2008  
(UNAUDITED)**

As management of the City of Moberly, Missouri, we offer readers of the City's financial statement this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2008. The City implemented Governmental Accounting Standards Board GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, for the first time for fiscal year 2004. As discussed in Note I.B, Statement 34 allows for the optional retroactive reporting of infrastructure. The City elected not to capitalize its infrastructure.

**Financial Highlights**

- The assets of the City of Moberly exceeded its liabilities at the close of the most recent fiscal year by \$16,562,943 (net assets). Of this amount, \$9,890,570 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors in accordance with the City's fund designation and fiscal policies.
- The City's total net assets decreased by \$3,613,069.
- As of the close of the current fiscal year, the City of Moberly's governmental funds reported combined ending fund balances of \$7,670,892. Of this amount \$6,773,618 is unreserved and available for use within the City's designation and policies.
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$1,759,462 or 25.7% of the total general fund expenditures.
- The City's bond payable decreased \$1,541,000 due to scheduled payments.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) 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 the broad overview of the City's finances, in a manner similar to private-sector business.

**CITY OF MOBERLY, MISSOURI  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2008  
(UNAUDITED)**

The Statement of Net Assets presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator to whether the financial position of the City is improving or deteriorating.

The Statement of Activities presents information showing how the City's net assets changed during the fiscal year. All changes in net assets are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from 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 and administration, public safety, transportation, cultural, parks and recreation and community development. The business-type activities of the City include Electric, Water, Wastewater and Sanitation operations. The government-wide financial statements can be found on pages 11-13 of this report.

**Fund financial statements** - A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories - governmental funds and proprietary funds.

**Governmental Funds** - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

**CITY OF MOBERLY, MISSOURI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**YEAR ENDED JUNE 30, 2008**  
**(UNAUDITED)**

The City maintains 22 governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances for the General, City Transportation Trust and Capital Improvements Trust funds, which are considered to be major funds. Data from the other 19 funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report. The basic governmental funds financial statements can be found on pages 14-19.

**Proprietary Funds** - The City maintains one type of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its combined water and sewerage system operations, solid waste operation and public parking system.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the combined water and sewerage system and solid waste funds since they are considered to be major funds of the City. The basic proprietary fund financial statements can be found on pages 20-21 of this report.

**Internal Service Fund** - This report also includes information for the fiduciary fund which is used to account for the financing of the City's health insurance benefit plan. The activity in this fund is blended into the government-wide Statement of Net Assets and Statement of Activities. The internal service fund financial statements can be found on pages 20-21 of this report.

**Notes to the Financial Statements** - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 22-45.

**Other Information** - In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on page 46 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented following the required supplementary information on pensions. Combining and individual statements and schedules can be found on pages 47-79 of this report.

**CITY OF MOBERLY, MISSOURI  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2008  
(UNAUDITED)**

**Governmental-Wide Financial Analysis**

As noted earlier, net assets may serve over time as a useful indicator of government's financial position. In the case of the City of Moberly, assets exceeded liabilities by \$16,562,943 as of June 30, 2008.

**2008 Net Assets**

	Governmental Activities	Business-Type Activities	Total
Current and other assets	\$ 7,940,161	\$ 2,847,683	\$ 10,787,844
Restricted assets	-	5,775,099	5,775,099
Total Assets	<u>7,940,161</u>	<u>8,622,782</u>	<u>16,562,943</u>
Net Assets:			
Restricted	897,274	5,775,099	6,672,373
Unrestricted	<u>7,042,887</u>	<u>2,847,683</u>	<u>9,890,570</u>
Total Net Assets	<u>\$ 7,940,161</u>	<u>\$ 8,622,782</u>	<u>\$ 16,562,943</u>

**2007 Net Assets**

	Governmental Activities	Business-Type Activities	Total
Current and other assets	\$ 7,546,602	\$ 4,007,795	\$ 11,554,397
Restricted assets	-	8,621,615	8,621,615
Total Assets	<u>7,546,602</u>	<u>12,629,410</u>	<u>20,176,012</u>
Net Assets:			
Restricted	5,310,973	8,621,615	13,932,588
Unrestricted	<u>2,235,629</u>	<u>4,007,795</u>	<u>6,243,424</u>
Total Net Assets	<u>\$ 7,546,602</u>	<u>\$ 12,629,410</u>	<u>\$ 20,176,012</u>

As of June 30, 2008, the City is able to report positive balances in all two categories of net assets for the government as a whole.

**Analysis of the City's Operations** - Overall the City had a decrease in net assets of \$3,613,069.

Governmental Activities: Governmental activities increased the net assets by \$393,559 or 10.9% of the total decrease in net assets.

**CITY OF MOBERLY, MISSOURI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**YEAR ENDED JUNE 30, 2008**  
**(UNAUDITED)**

Business-type Activities: Net Assets from business-type activities decreased by \$4,006,628 from \$12,629,410 to \$8,622,782. This decrease was primarily due to an excess of operating expenditures over operating revenues.

The following tables provide a summary of the City's operations for year ended June 30, 2008 and 2007.

**2008 Changes in Net Assets**

	Governmental Activities	Business-Type Activities	Total
Revenues:			
Program Revenues:			
Charges for services	\$ 1,106,534	\$ 4,901,899	\$ 6,008,433
Operating grants and contributions	286,947	-	286,947
General Revenues:			
Property taxes	1,300,941	-	1,300,941
Sales and use taxes	5,312,392	-	5,312,392
Franchise taxes	2,567,776	-	2,567,776
Motor vehicle and fuel taxes	551,133	-	551,133
911 emergency phone taxes	211,254	-	211,254
Cigarette taxes	106,898	-	106,898
Lodging	56,491	-	56,491
Other taxes	11,192	-	11,192
Interest and investment earnings	188,560	906,220	1,094,780
Transfers	(398,621)	398,621	-
Capital lease proceeds	255,243	-	255,243
Loan proceeds	-	174,790	174,790
Miscellaneous	444,164	-	444,164
Total Revenues	<u>12,000,904</u>	<u>6,381,530</u>	<u>18,382,434</u>
Expenses:			
General government	1,890,401	-	1,890,401
Public safety	4,370,446	-	4,370,446
Transportation	3,304,218	-	3,304,218
Economic and community development	329,800	-	329,800
Park and recreation	1,712,480	-	1,712,480
Combined waterworks and sewerage	-	9,664,809	9,664,809
Solid waste	-	723,349	723,349
Total Expenses	<u>11,607,345</u>	<u>10,388,158</u>	<u>21,995,503</u>
Increase (Decrease) in net assets	393,559	(4,006,628)	(3,613,069)
Net Assets - beginning of year	<u>7,546,602</u>	<u>12,629,410</u>	<u>20,176,012</u>
Net Assets - end of year	<u>\$ 7,940,161</u>	<u>\$ 8,622,782</u>	<u>\$ 16,562,943</u>

**CITY OF MOBERLY, MISSOURI  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2008  
(UNAUDITED)**

**2007 Changes in Net Assets**

	Governmental Activities	Business-Type Activities	Total
Revenues:			
Program Revenues:			
Charges for services	\$ 1,022,314	\$ 4,850,185	\$ 5,872,499
Operating grants and contributions	576,174	-	576,174
General Revenues:			
Property taxes	1,623,035	-	1,623,035
Sales and use taxes	5,201,308	-	5,201,308
Franchise taxes	1,719,591	-	1,719,591
Motor vehicle and fuel taxes	195,528	-	195,528
911 emergency phone taxes	218,893	-	218,893
Cigarette taxes	111,238	-	111,238
Lodging	51,202	-	51,202
Other taxes	7,935	-	7,935
Interest and investment earnings	327,477	869,531	1,197,008
Transfers	(743,900)	743,900	-
Capital lease proceeds	295,040	-	295,040
Loan proceeds	28,000	-	28,000
Miscellaneous	230,711	-	230,711
Total Revenues	<u>10,864,546</u>	<u>6,463,616</u>	<u>17,328,162</u>
Expenses:			
General government	2,178,649	-	2,178,649
Public safety	3,620,888	-	3,620,888
Transportation	2,459,162	-	2,459,162
Economic and community development	249,020	-	249,020
Park and recreation	1,574,937	-	1,574,937
Combined waterworks and sewerage	-	8,152,340	8,152,340
Solid waste	-	894,798	894,798
Public parking	-	973	973
Total Expenses	<u>10,082,656</u>	<u>9,048,111</u>	<u>19,130,767</u>
Increase in net assets	781,890	(2,584,495)	(1,802,605)
Net Assets - beginning of year	<u>6,764,712</u>	<u>15,213,905</u>	<u>21,978,617</u>
Net Assets - end of year	<u>\$ 7,546,602</u>	<u>\$ 12,629,410</u>	<u>\$ 20,176,012</u>

**Financial Analysis of the Government's Funds**

**Governmental funds** - The focus of the City of Moberly's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

**CITY OF MOBERLY, MISSOURI  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2008  
(UNAUDITED)**

At the end of the current fiscal year, the City of Moberly's governmental funds reported combined ending fund balances of \$7,670,892. Of this total amount \$6,773,618 constitutes unreserved fund balance.

In the general fund, the City budgeted for a decrease in the fund balance of \$323,825. Due to actual revenues being more than budgeted and actual expenses being more than budgeted, the actual fund balance decrease for fiscal year 2008 was \$476,167.

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

**General Fund Budgetary Highlights** - The City made no revisions to the original appropriations approved by the City Council.

**Debt Administration**

At the end of the current fiscal year, the City of Moberly had total revenue bonded debt, lease payable and note payable debt of \$19,718,103. Of this amount, \$18,150,000 represents bonds secured solely by combined water and sewerage system revenues, \$1,367,697 represents capital lease obligations and \$200,406 represents note payable.

**2008 Outstanding Debt at Year End  
Revenue Bonds, Note Payable Debt and Capital Lease Debt**

	Governmental Activities	Business-Type Activities	Total
Revenue bonds	\$ -	\$ 18,150,000	\$ 18,150,000
Capital lease	1,367,697	-	1,367,697
Note payable	25,616	174,790	200,406
Total	<u>\$ 1,393,313</u>	<u>\$ 18,324,790</u>	<u>\$ 19,718,103</u>

**2007 Outstanding Debt at Year End  
Revenue Bonds, Note Payable Debt and Capital Lease Debt**

	Governmental Activities	Business-Type Activities	Total
Revenue bonds	\$ -	\$ 19,691,000	\$ 19,691,000
Capital lease	1,635,040	-	1,635,040
Note payable	80,289	-	80,289
Total	<u>\$ 1,715,329</u>	<u>\$ 19,691,000</u>	<u>\$ 21,406,329</u>

**CITY OF MOBERLY, MISSOURI  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2008  
(UNAUDITED)**

During the fiscal year, the City's total debt decreased by \$1,688,226 or 7.9%. The decrease was due to retirement of \$2,118,259 of outstanding debt and the issuance of \$430,033 of additional debt during the year.

Additional information on the City of Moberly's long-term debt can be found in Note III-B, III-C, III-D, III-E, III-F on pages 31-38 of this report.

**Request for Information**

The financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the City's finances. If you have questions about this report or need any additional information, contact the City of Moberly, Missouri, Attn: Greg Hodge, Finance Director, at 101 West Reed Street, Moberly, Missouri 65270, call (660) 263-4420.

**CITY OF MOBERLY, MISSOURI**  
**STATEMENT OF NET ASSETS - CASH BASIS**  
**JUNE 30, 2008**

<b>ASSETS</b>	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>Assets:</b>			
Cash and cash equivalents	\$ 8,491,550	\$ 2,296,294	\$ 10,787,844
Internal balances	(551,389)	551,389	-
Total Current Assets	<u>7,940,161</u>	<u>2,847,683</u>	<u>10,787,844</u>
<b>Restricted Assets:</b>			
Cash and cash equivalents	-	2,466,736	2,466,736
Investments	-	3,308,363	3,308,363
Total Restricted Assets	<u>-</u>	<u>5,775,099</u>	<u>5,775,099</u>
<b>Total Assets</b>	<u>7,940,161</u>	<u>8,622,782</u>	<u>16,562,943</u>
<b>NET ASSETS</b>			
<b>Restricted for:</b>			
Debt service	897,274	1,288,784	2,186,058
Other purposes	-	4,486,315	4,486,315
Unrestricted	<u>7,042,887</u>	<u>2,847,683</u>	<u>9,890,570</u>
<b>Total Net Assets</b>	<u>\$ 7,940,161</u>	<u>\$ 8,622,782</u>	<u>\$ 16,562,943</u>

See notes to the financial statements

**CITY OF MOBERLY, MISSOURI**  
**STATEMENT OF ACTIVITIES - CASH BASIS**  
**YEAR ENDED JUNE 30, 2008**

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Primary Government		Total
				Governmental Activities	Business-Type Activities	
<b>Governmental Activities:</b>						
General Government	\$ 1,890,401	\$ 563,507	\$ 33,128	\$ (1,293,766)	\$ -	\$ (1,293,766)
Total General Government	<u>1,890,401</u>	<u>563,507</u>	<u>33,128</u>	<u>(1,293,766)</u>	<u>-</u>	<u>(1,293,766)</u>
<b>Public Safety:</b>						
Police	2,968,073	-	106,147	(2,861,926)	-	(2,861,926)
Fire and Emergency Management	1,289,101	-	-	(1,289,101)	-	(1,289,101)
Cemetery	113,272	22,050	-	(91,222)	-	(91,222)
Total Public Safety	<u>4,370,446</u>	<u>22,050</u>	<u>106,147</u>	<u>(4,242,249)</u>	<u>-</u>	<u>(4,242,249)</u>
<b>Transportation:</b>						
Streets and sidewalks	2,863,966	-	24,376	(2,839,590)	-	(2,839,590)
Airport	440,252	232,140	123,296	(84,816)	-	(84,816)
Total Transportation	<u>3,304,218</u>	<u>232,140</u>	<u>147,672</u>	<u>(2,924,406)</u>	<u>-</u>	<u>(2,924,406)</u>
<b>Economic and Community Development:</b>						
Economic and Community Development	329,800	-	-	(329,800)	-	(329,800)
Total Economic and Community Dev	<u>329,800</u>	<u>-</u>	<u>-</u>	<u>(329,800)</u>	<u>-</u>	<u>(329,800)</u>
<b>Park and Recreation:</b>						
Park	1,712,480	288,837	-	(1,423,643)	-	(1,423,643)
Total Park and Recreation	<u>1,712,480</u>	<u>288,837</u>	<u>-</u>	<u>(1,423,643)</u>	<u>-</u>	<u>(1,423,643)</u>
<b>Total Governmental Activities</b>	<u>11,607,345</u>	<u>1,106,534</u>	<u>286,947</u>	<u>(10,213,864)</u>	<u>-</u>	<u>(10,213,864)</u>
<b>Business-Type Activities:</b>						
Combined Waterworks and Sewerage	9,664,809	4,114,580	-	-	(5,550,229)	(5,550,229)
Solid Waste	723,349	787,319	-	-	63,970	63,970
Public Parking System	-	-	-	-	-	-
Total Business-Type Activities	<u>10,388,158</u>	<u>4,901,899</u>	<u>-</u>	<u>-</u>	<u>(5,486,259)</u>	<u>(5,486,259)</u>
<b>Total</b>	<u>\$ 21,995,503</u>	<u>\$ 6,008,433</u>	<u>\$ 286,947</u>	<u>\$ (10,213,864)</u>	<u>\$ (5,486,259)</u>	<u>\$ (15,700,123)</u>

See notes to the financial statements

**CITY OF MOBERLY, MISSOURI**  
**STATEMENT OF ACTIVITIES - CASH BASIS (Cont'd)**  
**YEAR ENDED JUNE 30, 2008**

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Primary Government		Total
				Governmental Activities	Business-type Activities	
General Revenues:						
Taxes:						
	Property taxes, levied for general purposes			1,300,941	-	1,300,941
	Sales and use taxes			5,312,392	-	5,312,392
	Franchise taxes			2,567,776	-	2,567,776
	Motor vehicle and fuel taxes			551,133	-	551,133
	911 Emergency phone			211,254	-	211,254
	Cigarette taxes			106,898	-	106,898
	Lodging			56,491	-	56,491
	Other			11,192	-	11,192
	Unrestricted investment earnings			188,560	906,220	1,094,780
	Transfers			(398,621)	398,621	-
	Capital lease proceeds			255,243	-	255,243
	Loan proceeds			-	174,790	174,790
	Miscellaneous			444,164	-	444,164
	<b>Total general revenues</b>			<u>10,607,423</u>	<u>1,479,631</u>	<u>12,087,054</u>
Special Items						
	Bond issue proceeds			-	-	-
	<b>Total special items</b>			<u>-</u>	<u>-</u>	<u>-</u>
	<b>Total general revenue and special items</b>			<u>10,607,423</u>	<u>1,479,631</u>	<u>12,087,054</u>
	Change in net assets			393,559	(4,006,628)	(3,613,069)
	Net assets - beginning			7,546,602	12,629,410	20,176,012
	Net assets - ending			<u>\$ 7,940,161</u>	<u>\$ 8,622,782</u>	<u>\$ 16,562,943</u>

See notes to the financial statements

**CITY OF MOBERLY, MISSOURI**  
**STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES**  
**ARISING FROM CASH TRANSACTIONS -**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2008**

	General Fund	City Transportation Trust Fund	Capital Improvement Trust Fund	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>					
Cash and cash equivalents	\$ 4,869,958	\$ 1,835,745	\$ 977,384	\$ 539,194	\$ 8,222,281
Due from other funds	-	-	147,188	2,506,046	2,653,234
Total Assets	\$ 4,869,958	\$ 1,835,745	\$ 1,124,572	\$ 3,045,240	\$ 10,875,515
<b>LIABILITIES</b>					
Due to other funds	\$ 3,110,496	\$ 76,165	-	\$ 17,962	\$ 3,204,623
Total Liabilities	3,110,496	76,165	-	17,962	3,204,623
<b>FUND BALANCES</b>					
Fund balance- reserved for debt service	-	-	-	897,274	897,274
Fund balance - unreserved reported in:					
General fund	1,759,462	-	-	-	1,759,462
Special revenue funds	-	1,759,580	1,124,572	2,130,004	5,014,156
Total Fund Balances	\$ 1,759,462	\$ 1,759,580	\$ 1,124,572	\$ 3,027,278	\$ 7,670,892

RECONCILIATION OF THE COMBINED STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES  
TO STATEMENT OF NET ASSETS ARISING FROM CASH BASIS TRANSACTIONS

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

Cash held for the City's health insurance account is not reported in the funds	269,269
Net assets of governmental activities	\$ 7,940,161

See notes to the financial statements

**CITY OF MOBERLY, MISSOURI**  
**STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID,**  
**AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUND TYPES**  
**YEAR ENDED JUNE 30, 2008**

	<b>General Fund</b>	<b>City Transportation Trust Fund</b>	<b>Capital Improvement Trust Fund</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>REVENUES COLLECTED</b>					
Property taxes	\$ 910,216	\$ -	\$ -	\$ 390,725	\$ 1,300,941
Other taxes	4,556,603	1,042,048	1,041,646	2,176,839	8,817,136
Licenses, permits and fees	544,682	-	-	-	544,682
Charges for goods and services	40,875	-	-	520,977	561,852
Intergovernmental	27,128	353	-	259,466	286,947
Interest	91,321	58,802	13,307	14,279	177,709
Miscellaneous	58,310	96,501	21,157	268,196	444,164
Total Revenues Collected	<u>6,229,135</u>	<u>1,197,704</u>	<u>1,076,110</u>	<u>3,630,482</u>	<u>12,133,431</u>
<b>EXPENDITURES PAID</b>					
General government	1,757,216	-	47,977	75,873	1,881,066
Public safety	3,923,868	-	-	398,003	4,321,871
Economic and community development	326,028	-	-	-	326,028
Transportation	850,880	1,423,617	-	1,019,525	3,294,022
Park and recreation	-	-	-	1,704,833	1,704,833
Total Expenditures Paid	<u>6,857,992</u>	<u>1,423,617</u>	<u>47,977</u>	<u>3,198,234</u>	<u>11,527,820</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	(628,857)	(225,913)	1,028,133	432,248	605,611
Other Financing Sources (Uses)	<u>152,690</u>	<u>-</u>	<u>(591,720)</u>	<u>295,652</u>	<u>(143,378)</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Sources (Uses)	(476,167)	(225,913)	436,413	727,900	<u>\$ 462,233</u>
Fund Balance, beginning of year	<u>2,235,629</u>	<u>1,985,493</u>	<u>688,159</u>	<u>2,299,378</u>	
Fund Balance, end of year	<u>\$ 1,759,462</u>	<u>\$ 1,759,580</u>	<u>\$ 1,124,572</u>	<u>\$ 3,027,278</u>	

See notes to the financial statements

**CITY OF MOBERLY, MISSOURI  
RECONCILIATION OF THE STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2008**

Net change in fund balances - total governmental funds	\$	462,233
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Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds do not report the activity of the health insurance account		
Premium income	878,755	
Interest income	10,851	
Health premiums, claims and administrative costs	<u>(958,280)</u>	<u>(68,674)</u>

Change in Net Assets of Governmental Activities	\$	<u><u>393,559</u></u>
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See notes to the financial statements

**CITY OF MOBERLY, MISSOURI**  
**STATEMENT OF REVENUES COLLECTED,**  
**EXPENDITURES PAID AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**GENERAL FUND**  
**YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Property taxes	\$ 795,000	\$ 795,000	\$ 910,216	\$ 115,216
Other taxes	4,043,360	4,043,360	4,556,603	513,243
Licenses, permits and fees	564,058	564,058	544,682	(19,376)
Charges for services	42,000	42,000	40,875	(1,125)
Intergovernmental	25,000	25,000	27,128	2,128
Interest	75,000	75,000	91,321	16,321
Miscellaneous	70,300	70,300	58,310	(11,990)
<b>Total Revenues Collected</b>	<u>5,614,718</u>	<u>5,614,718</u>	<u>6,229,135</u>	<u>614,417</u>
<b>EXPENDITURES PAID</b>				
General government	1,458,681	1,458,681	1,757,216	(298,535)
Public safety	4,005,078	4,005,078	3,923,868	81,210
Economic and community development	377,409	377,409	326,028	51,381
Transportation	792,350	792,350	850,880	(58,530)
<b>Total Expenditures Paid</b>	<u>6,633,518</u>	<u>6,633,518</u>	<u>6,857,992</u>	<u>(224,474)</u>
<b>Excess (Deficit) of Revenues Collected over Expenditures Paid</b>	<u>(1,018,800)</u>	<u>(1,018,800)</u>	<u>(628,857)</u>	<u>389,943</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Capital lease/loan proceeds	-	-	255,243	255,243
Interfund transfers in (out)	694,975	694,975	(102,553)	(797,528)
<b>Total Other Financing Sources (Uses)</b>	<u>694,975</u>	<u>694,975</u>	<u>152,690</u>	<u>(542,285)</u>
<b>Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Sources (Uses)</b>	<u>(323,825)</u>	<u>(323,825)</u>	<u>(476,167)</u>	<u>\$ (152,342)</u>
<b>Fund Balance, beginning of year</b>	<u>2,235,629</u>	<u>2,235,629</u>	<u>2,235,629</u>	
<b>Fund Balance, end of year</b>	<u>\$ 1,911,804</u>	<u>\$ 1,911,804</u>	<u>\$ 1,759,462</u>	

See notes to the financial statements

**CITY OF MOBERLY, MISSOURI  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
CITY TRANSPORTATION TRUST FUND  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Other taxes	\$ 1,018,422	\$ 1,018,422	\$ 1,042,048	\$ 23,626
Intergovernmental	160,000	160,000	353	(159,647)
Interest income	25,000	25,000	58,802	33,802
Miscellaneous	-	-	96,501	96,501
Total Revenues	<u>1,203,422</u>	<u>1,203,422</u>	<u>1,197,704</u>	<u>(5,718)</u>
<b>EXPENDITURES PAID</b>				
Transportation	<u>1,440,000</u>	<u>1,440,000</u>	<u>1,423,617</u>	<u>16,383</u>
Total Expenditures Paid	<u>1,440,000</u>	<u>1,440,000</u>	<u>1,423,617</u>	<u>16,383</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>(236,578)</u>	<u>(236,578)</u>	<u>(225,913)</u>	<u>10,665</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Interfund transfers in (out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Sources (Uses)	<u>(236,578)</u>	<u>(236,578)</u>	<u>(225,913)</u>	<u>\$ 10,665</u>
Fund Balance, beginning of year	<u>1,985,493</u>	<u>1,985,493</u>	<u>1,985,493</u>	
Fund Balance, end of year	<u>\$ 1,748,915</u>	<u>\$ 1,748,915</u>	<u>\$ 1,759,580</u>	

See notes to the financial statements

**CITY OF MOBERLY, MISSOURI  
CAPITAL IMPROVEMENT TRUST FUND  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES COLLECTED				
Other taxes	\$ 1,018,422	\$ 1,018,422	\$ 1,041,646	\$ 23,224
Interest income	15,000	15,000	13,307	(1,693)
Miscellaneous	-	-	21,157	21,157
Total Revenues	<u>1,033,422</u>	<u>1,033,422</u>	<u>1,076,110</u>	<u>42,688</u>
EXPENDITURES PAID				
General Government	<u>750,000</u>	<u>750,000</u>	<u>47,977</u>	<u>702,023</u>
Total Expenditures Paid	<u>750,000</u>	<u>750,000</u>	<u>47,977</u>	<u>702,023</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>283,422</u>	<u>283,422</u>	<u>1,028,133</u>	<u>744,711</u>
OTHER FINANCING SOURCES (USES)				
Interfund transfers in (out)	<u>(495,300)</u>	<u>(495,300)</u>	<u>(591,720)</u>	<u>(96,420)</u>
Total Other Financing Sources (Uses)	<u>(495,300)</u>	<u>(495,300)</u>	<u>(591,720)</u>	<u>(96,420)</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Sources (Uses)	(211,878)	(211,878)	436,413	<u>\$ 648,291</u>
Fund Balance, beginning of year	<u>688,159</u>	<u>688,159</u>	<u>688,159</u>	
Fund Balance, end of year	<u>\$ 476,281</u>	<u>\$ 476,281</u>	<u>\$ 1,124,572</u>	

See notes to financial statements

**CITY OF MOBERLY, MISSOURI**  
**STATEMENT OF NET ASSETS - CASH BASIS**  
**PROPRIETARY FUND TYPES**  
**JUNE 30, 2008**

	<u>Business-Type Activities - Enterprise Funds</u>			<u>Governmental</u>	
	<u>CWWSS</u>	<u>Solid Waste</u>	<u>Non-Major Enterprise Fund</u>	<u>Internal Service Fund</u>	
<b>ASSETS</b>					
<b>CURRENT ASSETS</b>					
Cash and cash equivalents	\$ 1,851,878	\$ 354,823	\$ -	\$ 2,206,701	\$ 358,862
Due from other funds	<u>134,860</u>	<u>389,585</u>	<u>26,944</u>	<u>551,389</u>	<u>-</u>
Total Current Assets	<u>1,986,738</u>	<u>744,408</u>	<u>26,944</u>	<u>2,758,090</u>	<u>358,862</u>
<b>RESTRICTED ASSETS</b>					
Cash and cash equivalents	2,466,736	-	-	2,466,736	-
Investments	<u>3,308,363</u>	<u>-</u>	<u>-</u>	<u>3,308,363</u>	<u>-</u>
Total Restricted Assets	<u>5,775,099</u>	<u>-</u>	<u>-</u>	<u>5,775,099</u>	<u>-</u>
 Total Assets	 <u>7,761,837</u>	 <u>744,408</u>	 <u>26,944</u>	 <u>8,533,189</u>	 <u>358,862</u>
<b>LIABILITIES</b>					
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET ASSETS</b>					
Restricted for debt service - expendable	1,288,784	-	-	1,288,784	-
Restricted for construction - expendable	4,290,015	-	-	4,290,015	-
Restricted for customers deposits - expendable	196,300	-	-	196,300	-
Unrestricted	<u>1,986,738</u>	<u>744,408</u>	<u>26,944</u>	<u>2,758,090</u>	<u>358,862</u>
Total Net Assets	<u>\$ 7,761,837</u>	<u>\$ 744,408</u>	<u>\$ 26,944</u>	<u>\$ 8,533,189</u>	<u>\$ 358,862</u>

**RECONCILIATION OF THE STATEMENT OF NET ASSETS - CASH BASIS  
TO STATEMENT OF NET ASSETS ARISING FROM CASH BASIS TRANSACTIONS**

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

Cash held for the City's health insurance account is not reported in the funds	<u>89,593</u>
Net assets of business-type activities	<u>\$ 8,622,782</u>

See notes to the financial statements

**CITY OF MOBERLY, MISSOURI**  
**STATEMENT OF OPERATING REVENUES COLLECTED, OPERATING EXPENSES**  
**PAID AND CHANGES IN NET ASSETS**  
**PROPRIETARY FUND TYPES**  
**YEAR ENDED JUNE 30, 2008**

	<u>Business-Type Activities - Enterprise Funds</u>			<u>Total</u>	<u>Governmental</u>
	<u>CWWSS</u>	<u>Solid Waste</u>	<u>Non-Major Enterprise Funds</u>		<u>Internal Service Fund</u>
Operating Revenues Collected					
Charges for services	\$ 4,089,839	\$ 767,318	\$ -	\$ 4,857,157	\$ 1,093,406
Miscellaneous	24,741	20,001	-	44,742	-
Total Operating Revenues Collected	<u>4,114,580</u>	<u>787,319</u>	<u>-</u>	<u>4,901,899</u>	<u>1,093,406</u>
Operating Expenses Paid					
Salaries and payroll taxes	1,276,904	48,626	-	1,325,530	-
Supplies and materials	672,787	6,471	-	679,258	-
Repairs and maintenance	276,355	901	-	277,256	-
Contractual services	2,867,524	638,142	-	3,505,666	1,192,356
Capital outlay	399,870	7,257	-	407,127	-
Miscellaneous	1,602,515	21,240	-	1,623,755	-
Total Operating Expenses Paid	<u>7,095,955</u>	<u>722,637</u>	<u>-</u>	<u>7,818,592</u>	<u>1,192,356</u>
Operating Income (Loss)	<u>(2,981,375)</u>	<u>64,682</u>	<u>-</u>	<u>(2,916,693)</u>	<u>(98,950)</u>
Nonoperating Revenues (Expenses)					
Interest received	884,100	19,470	-	903,570	13,501
Principal, interest and fees paid	(2,550,141)	-	-	(2,550,141)	-
Net Non-Operating Revenues (Expenses)	<u>(1,666,041)</u>	<u>19,470</u>	<u>-</u>	<u>(1,646,571)</u>	<u>13,501</u>
Excess (Deficit) Operating Revenues Collected over Operating Expenses Paid Before Other Financing Sources (Uses)	<u>(4,647,416)</u>	<u>84,152</u>	<u>-</u>	<u>(4,563,264)</u>	<u>(85,449)</u>
Other Financing Sources (Uses)					
Loan proceeds	174,790	-	-	174,790	-
Operating Transfer In (Out)	398,621	-	-	398,621	-
Total Other Financing Sources (Uses)	<u>573,411</u>	<u>-</u>	<u>-</u>	<u>573,411</u>	<u>-</u>
Excess (Deficit) Operating Revenues Collected over Operating Expenses Paid and Other Sources (Uses)	<u>(4,074,005)</u>	<u>84,152</u>	<u>-</u>	<u>(3,989,853)</u>	<u>(85,449)</u>
Net Assets, Beginning of Year	<u>11,835,842</u>	<u>660,256</u>	<u>26,944</u>	<u>12,523,042</u>	<u>444,311</u>
Net Assets, End of Year	<u>\$ 7,761,837</u>	<u>\$ 744,408</u>	<u>\$ 26,944</u>	<u>\$ 8,533,189</u>	<u>\$ 358,862</u>

See notes to the financial statements

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. General Statement**

The City of Moberly, Missouri, is an incorporated city located in Randolph County, Missouri. The City operates under a Mayor-Council form of government, and is exempt from federal and state income taxes as a political subdivision of the State of Missouri.

The City of Moberly, Missouri, is the basic level of government which has financial accountability and control over all activities related to the City. The City receives funding from local, state and federal government sources and must comply with the concomitant requirements of these funding source entities. However, the City is not included in any other governmental "reporting entity" as defined by the GASB pronouncement, since council members are elected by the public and have decision making authority, the authority to levy taxes, the power to designate management, the ability to significantly influence operations and primary accountability for fiscal matters.

The City complies with cash basis accounting principles. For enterprise funds, GASB Statement Nos. 20 and 34 provide the City the option of electing to apply FASB pronouncements issued after November 30, 1989. The City has elected not to apply those pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this Note.

In June, 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. Certain of the significant changes in the Statement include the following:

- The financial statements include:
  - A Management Discussion and Analysis (MD&A) section providing an analysis of the City's overall financial position and results of operations.
- A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying financial statements (including notes to financial statements).

**B. Financial Reporting Entity**

The City's basic financial statements include the accounts of all City operations.

In determining the financial reporting entity, the City complies with the provisions of GASB Statement No. 14, "The Financial Reporting Entity," and includes all component units of which the City appointed a voting majority of the units' board; the City is either able to impose its will on the unit or a financial benefit or burden relationship exists.

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

There are no component units as defined in Governmental Accounting Standards Board Statement No. 14 which are included in the City's reporting entity.

During 2004, the City adopted GASB Statement No. 34, *Basic Financial Statements - and Management Discussion and Analysis - For State and Local Governments*, as amended. The City does not plan to retroactively report infrastructure.

**C. Basis of Presentation**

*Government-wide Financial Statements:*

The Statement of Net Assets and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. The City first utilizes restricted resources to finance qualifying activities. The principal operating revenues and operating expenses of the City's enterprise funds are charges to customers for 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. The City's net assets are reported in two parts - restricted net assets and unrestricted net assets. The City first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the City's functions and business-type activities (general government, public safety, etc.). The functions are also supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, permits and charges, etc.). The Statement of Activities reduces gross expenses by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (public safety, cultural and recreation, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function or business-type activity) are normally covered by general revenue (property, sales or gas taxes, intergovernmental revenues, interest income, etc). The City does not allocate indirect costs.

*Fund Financial Statements:*

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories of governmental, proprietary, and fiduciary. An emphasis is placed on major funds within

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditure/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The funds of the financial reporting entity are described below:

**Governmental Funds**

*General Fund*

The General Fund is the primary operating fund of the City and always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

*Special Revenue Funds*

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for certain purposes.

**Proprietary Fund**

*Enterprise Funds*

Enterprise funds are used to account for business-like activities provided to the general public. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector.

**Internal Service Fund**

The internal service fund is accounted for in essentially the same manner as the proprietary funds, using the same measurement focus and basis of accounting. This fund accounts for the financing of the City's employee health plan.

**Major and Nonmajor Funds**

The funds are further classified as major or nonmajor as follows:

<u>Fund</u>	<u>Brief Description</u>
Major: General	See above for description

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Special Revenue Funds:	
City Transportation Trust	Accounts for revenues and expenditures of the City Transportation Trust Fund
Capital Improvement Trust Grant	Accounts for revenues and expenditures of the Capital Improvement Trust Grant
Proprietary Funds:	
Combined Waterworks and Sewerage System	Accounts for activities involved in providing water and wastewater services to the public.
Solid Waste	Accounts for revenues and expenditures of the Solid Waste Fund
<b>Nonmajor:</b>	
Special Revenue Funds:	
Airport Operating	Accounts for revenues and expenditures of the Airport Operating Fund
Parks and Recreation	Accounts for revenues and expenditures of the Parks and Recreation Fund
Park Sales Tax Trust	Accounts for revenues and expenditures of the Park Sales Tax Trust Fund
Street Improvements	Accounts for revenues and expenditures of the Street Improvements Fund
Perpetual Care Cemetery Principal	Accounts for revenues and expenditures of the Perpetual Care Cemetery Principal Fund
Perpetual Care Cemetery Interest	Accounts for revenues and expenditures of the Perpetual Care Cemetery Interest Fund
MODAG Grant/Loan	Accounts for revenues and expenditures of the MODAG Grant/Loan Fund
911 Emergency Telephone	Accounts for revenues and expenditures of the 911 Emergency Telephone Fund
Use Tax Trust	Accounts for revenues and expenditures of the Use Tax Trust Fund

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

DNR Grant	Accounts for revenues and expenditures of the DNR Grant Fund
Hwy. 63 Waterline Relocation	Accounts for revenues and expenditures of the Hwy. 63 Waterline Relocation Fund
Rollins Street Renovation	Accounts for revenues and expenditures of the Rollins Street Renovation Fund
Police Grant Match	Accounts for revenues and expenditures of the Police Grant Match Fund
Fire Escrow	Accounts for revenues and expenditures of the Fire Escrow Fund
Project Residuals	Accounts for revenues and expenditures of Project Residuals
Bullet Proof Vest Grant	Accounts for revenues and expenditures of the Bullet Proof Vest Grant
Cell Franchise	Accounts for revenues and expenditures of the Cell Franchise
Historic Preservation	Accounts for revenues and expenditures of the Historic Preservation
RBEG	Accounts for revenues and expenditures of the RBEG Fund
Proprietary Fund: Public Parking System	Accounts for revenues and expenditures of the Public Parking System Fund

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Basis of Accounting, Measurement Focus and Financial Statement Presentation**

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide financial statements are prepared using the cash basis of accounting. Revenues are recorded when received and expenses are recorded when paid.

All proprietary funds utilize the cash basis of accounting. Revenues are recognized when received and expenses are recognized when paid. Investments are recorded as assets.

Governmental fund financial statements are reported using the cash basis of accounting. Revenues are recognized when received and expenditures are recognized when paid. Investments are recorded as assets.

As a result of the use of this cash basis of accounting, certain assets and their related revenues and certain liabilities and their related expenses are not recorded in these financial statements. If the City utilized the basis of accounting recognized as generally accepted, the financial statements would be presented on the accrual basis of accounting.

**Compensated Absences**

Sick pay accumulates at the rate of one day per month. Employees can accumulate up to 90 days. Accumulated, but unused sick pay expires upon termination of employment.

Vacation pay accumulates at varying rates based on length of employment. Employees have one year to use vacation time earned from the previous year of employment. With the approval of supervisors, an employee can accumulate up to eight weeks of vacation in special circumstances. The city manager and department heads are exempt from the eight week maximum accumulation limitation. As of June 30, 2008, accumulated, but unused vacation and other time off for governmental funds and enterprise funds is \$375,050 and \$47,018, respectively.

**Use of Estimates**

The preparation of financial statements in conformity with the cash basis of accounting requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Capital Assets**

Capital assets are charged to expenditures as they are paid. Capital outlays report the cost of property, plant and equipment.

**Equity Classifications**

*Government-wide Statements*

Equity is classified as net assets and displayed in two components:

- a. Restricted net assets - Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- b. Unrestricted net assets - All other net assets that do not meet the definition of "restricted".

*Fund Statements*

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved, with unreserved further split between designated and undesignated. Proprietary fund equity is classified the same as in the government-wide statements.

**E. Post Employment Benefits**

COBRA Benefits - Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City provides health care benefits to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured on or before the month for the actual month covered. This program is offered for duration of 18 months after the termination date. There is no associated cost to the City under this program.

**F. Revenues, Expenditures, and Expenses**

**Operating Revenues and Expenses**

Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods and/or services. It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities.

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Expenditures/Expenses**

In the government-wide financial statements, expenses are classified by function for both governmental and business-type activities.

In the fund financial statements, expenditures are classified as follows:

- Governmental Funds - By Function
- Proprietary Fund - By Operating and Nonoperating

In the fund financial statements, governmental funds report expenditures of financial resources. Proprietary funds report expenses relating to use of economic resources.

**Interfund Transfers**

Permanent reallocation of resources between funds of the reporting entity are classified as interfund transfers. For the purposes of the Statement of Activities, all interfund transfers between individual governmental funds have been eliminated.

**II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. Deposits and Investment Laws and Regulations**

In accordance with state law, all uninsured deposits of municipal funds in financial institutions must be secured with acceptable collateral valued at the lower of market or par. Acceptable collateral includes certain U.S. Government or Government Agency securities, certain State of Missouri or political subdivision debt obligations, or surety bonds. As required by 12 U.S.C.A., Section 1823(e), all financial institutions pledging collateral to the City must have a written collateral agreement approved by the board of directors or loan committee. As reflected in Note III-A, all deposits were not fully insured or collateralized.

**B. Budgets**

The City adopts a budget as required by Missouri Statute. Expenditures in excess of budget must be approved by Council during the year ended June 30, 2008.

Actual expenditures exceeded budgeted expenditures in the General Fund, Park Sales Tax Trust Fund and 911 Emergency Telephone Service Fund by \$58,530, \$105,919 and \$1,072, respectively.

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**III. DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS**

**A. Deposits and Investments**

The City complies with various restrictions on deposits and investments which are imposed by state statutes as follows:

Deposits - Missouri statutes require that all deposits with financial institutions be collateralized in an amount at least equal to uninsured deposits.

Investments - The City may purchase any investments allowed by the State Treasurer. These include (1) obligations of the United States government or any agency or instrumentality thereof maturing and becoming payable not more than three years from the date of purchase, or (2) repurchase agreements maturing and becoming payable within ninety days secured by U. S. Treasury obligations or obligations of U. S. government agencies or instrumentalities of any maturity, as provided by law.

The deposits and investments held at June 30, 2008 are shown below:

	Maturities	Carrying Value
Deposits:		
Demand deposits		\$ 11,844,757
		11,844,757
Investments:		
Time deposit	7/10/2008	150,000
Time deposits	10/10/2008	810,000
Time deposit	12/20/2008	95,000
Time deposit	4/14/2009	354,823
U.S. Federal Obligations		3,308,363
		4,718,186
Total deposits and investments		\$ 16,562,943

***Custodial Credit Risk.*** Deposits in financial institutions, reported as components of cash and investments had a bank balance of \$11,853,734 at June 30, 2008. Deposits at one financial institution were not secured by collateral.

***Investment interest rate risk.*** The City has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Maturities of investments held at June 30, 2008, are provided in the previous schedule.

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**III. DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)**

**Investment credit risk.** The Board has given the Clerk the authority to invest idle funds of the City in low-risk investments such as United States government securities or collateralized certificates of deposit.

**Concentration of investment credit risk.** The City places no limit on the amount it may invest in any one issuer. At June 30, 2008, the City had no concentration of credit risk.

**B. Changes in Long-Term Debt**

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

	Business-Type Activities			Total Business-Type Activities
	Revenue Bonds Payable	Accrued Compensated Absences	Note Payable	
Balance, July 1, 2007	\$ 19,691,000	\$ 41,394	\$ -	\$ 19,732,394
Revenue bond payments	(1,541,000)	-	-	(1,541,000)
Lease proceeds	-	-	-	-
Lease payments	-	-	-	-
Note proceeds	-	-	174,790	174,790
Note principal payment	-	-	-	-
Increase in compensated absences	-	34,626	-	34,626
Decrease in compensated absences	-	(29,002)	-	(29,002)
Balance, June 30, 2008	<u>\$ 18,150,000</u>	<u>\$ 47,018</u>	<u>\$ 174,790</u>	<u>\$ 18,371,808</u>
Amount due within one year	<u>\$ 990,000</u>	<u>\$ 30,000</u>	<u>\$ 55,926</u>	<u>\$ 1,075,926</u>

	Governmental Activities			Total Governmental Activities	Total
	Capital Lease Payable	Accrued Compensated Absences	Note Payable		
Balance, July 1, 2007	\$ 1,635,040	\$ 283,551	\$ 80,289	\$ 1,998,880	\$ 21,731,274
Revenue bond payments	-	-	-	-	(1,541,000)
Lease proceeds	255,243	-	-	255,243	255,243
Lease payments	(522,586)	-	-	(522,586)	(522,586)
Note proceeds	-	-	-	-	174,790
Note principal payment	-	-	(54,673)	(54,673)	(54,673)
Increase in compensated absences	-	285,203	-	285,203	319,829
Decrease in compensated absences	-	(193,704)	-	(193,704)	(222,706)
Balance, June 30, 2008	<u>\$ 1,367,697</u>	<u>\$ 375,050</u>	<u>\$ 25,616</u>	<u>\$ 1,768,363</u>	<u>\$ 20,140,171</u>
Amount due within one year	<u>\$ 1,068,309</u>	<u>\$ 200,000</u>	<u>\$ 25,616</u>	<u>\$ 1,293,925</u>	<u>\$ 2,369,851</u>

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**III. DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)**

**C. Bonds Payable**

The following is a summary of bonded debt transactions of the City for the year ended June 30, 2008:

	<u>Business-Type Activities</u>
	<u>Revenue</u>
Debt payable, July 1, 2007	\$ 19,691,000
Debt issued	
Debt retired	1,541,000
Debt payable, June 30, 2008	\$ 18,150,000

Debt payable at June 30, 2008, was comprised of the following individual issues:

Revenue bonds:

\$2,895,000 2004A combined waterworks and sewerage system refunding revenue bonds, due in annual installments through August 15, 2015; interest at 3.250% to 4.250%.	\$ 2,055,000
\$7,150,000 2004B combined waterworks and sewerage system refunding revenue bonds (state revolving fund program), due in annual installments through January 1, 2024; interest at 2.000% to 5.000%.	6,190,000
\$5,100,000 2004C Combined waterworks and sewerage system revenue bonds due in annual installments through January 1, 2026; interest at 3.000% to 5.050%.	4,670,000
\$5,460,000 2006A Combined waterworks and sewerage system revenue bonds due in annual installments through July 1, 2026; interest at 4.000% to 5.250%.	5,235,000
Total	\$ 18,150,000

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**III. DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)**

Annual requirements to amortize long-term debt principal and interest at June 30, 2008:

Year Ending June 30,	Principal	Interest	Total
2009	\$ 990,000	\$ 843,476	\$ 1,833,476
2010	1,015,000	802,349	1,817,349
2011	1,050,000	759,200	1,809,200
2012	1,070,000	710,212	1,780,212
2013	1,095,000	663,683	1,758,683
2014-2018	5,250,000	2,581,486	7,831,486
2019-2023	4,995,000	1,350,438	6,345,438
2024-2027	2,685,000	229,213	2,914,213
Total	<u>\$ 18,150,000</u>	<u>\$ 7,940,057</u>	<u>\$ 26,090,057</u>

Restricted Funds available to service debt:

Year Ending June 30,	
Sinking	\$ 682,659
Reserve	606,125
Total	<u>\$ 1,288,784</u>

Advance Refunding

On February 15, 1995, the City issued \$3.275 million in Combined Waterworks and Sewerage System Refunding and Improvement Revenue Bonds with an interest rate ranging from 3.00% to 5.20% to advance refund \$2.585 million of outstanding Combined Waterworks and Sewerage System Refunding and Improvement Revenue Bonds with an interest rate ranging from 7.05% to 7.50%. The net proceeds of \$2,945,700 (after payment of \$154,488 in underwriting fees, insurance, and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded revenue bonds. As a result, these bonds are considered to be defeased and the liability for those bonds has been removed from the enterprise long-term debt accounts.

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**III. DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)**

On May 15, 2004, the City issued \$2.895 million in Combined Waterworks and Sewerage System Refunding and Improvement Revenue Bonds with an interest rate ranging from 3.250% to 4.250% to advance refund \$2.785 million of outstanding Combined Waterworks and Sewerage System Refunding and Improvement Revenue Bonds with an interest rate ranging from 3.00% to 5.20%. The net proceeds of \$2,840,649 (after payment of \$54,351 in underwriting fees, insurance, and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide funds for refunding the 1994 bond issue on August 15, 2004.

On May 28, 2004, the City issued \$7.150 million in Combined Waterworks and Sewerage System Refunding and Improvement Revenue Bonds (State Revolving Fund Program) with an interest rate ranging from 2.00% to 5.00% to advance refund \$7.595 million of outstanding Combined Waterworks and Sewerage System Refunding and Improvement Revenue Bonds with an interest rate ranging from 1.10% to 5.00%. The net proceeds of \$7,746,086 (after payment of \$126,319 in underwriting fees, insurance, and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide funds for refunding the 2003 bond issue on July 1, 2004.

The City in effect decreased its aggregate debt service payments by \$1,470,227 over the next 23 years and obtained an economic gain (difference between the present values of the old and new debt service payments) of \$814,330.

On December 9, 2004, the City issued \$5.1 million in Combined Waterworks and Sewerage System Revenue Bonds (State Revolving Fund Program) with an interest rate ranging from 3.000% to 5.250% for the purpose of extending and improving the City's Combined Waterworks and Sewerage System. The net proceeds of \$5,207,300 (after payment of \$116,414 in underwriting fees, insurance, and other issuance costs plus accrued interest of \$223,714) will be used to extend and improve the system.

On April 21, 2006, the City issued \$5.46 million in Combined Waterworks and Sewerage System Revenue Bonds (State Revolving Fund Program) with an interest rate ranging from 4.000% to 5.250% for the purpose of extending and improving the City's Combined Waterworks and Sewerage System. The net proceeds of \$5,555,849 (after payment of \$103,108 in underwriting fees, insurance, and other issuance costs plus accrued interest of \$198,957) will be used to extend and improve the system.

There are a number of limitations and restrictions contained in the various bond indentures. The City is in compliance with all significant limitations and restrictions.

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**III. DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)**

General obligation bonds represent indebtedness secured by the full faith and credit of the City. Revenue bonds are the obligation of specific Enterprise Funds and are generally payable solely from the revenues of the respective funds.

The Missouri State Constitution permits a City, by vote of two-thirds of the voting electorate, to incur general obligation indebtedness for "City purposes" not to exceed ten percent of the assessed value of taxable tangible property and to incur additional general obligation indebtedness not to exceed, in the aggregate, an additional ten percent of the assessed value of taxable tangible property, for the purpose of acquiring rights-of-way, construction, extending and improving streets and avenues and/or sanitary or storm sewer systems, and purchasing or constructing waterworks, electric or other light plants, provided that the total general obligation indebtedness of the City does not exceed twenty percent of the assessed valuation of taxable property.

At June 30, 2008, the Constitutional general obligation debt limit, based on the assessed valuation at December 31, 2007, of approximately \$132,594,944 was \$26,518,989 which, after reduction for outstanding general obligation bonds of \$0, provides a general obligation debt margin of \$26,518,989.

Common provisions in the revenue bond ordinances specify that the City:

- A. establish various restricted cash accounts as summarized in Note 2;
- B. periodically distribute the net revenues of the Enterprise Funds to the restricted accounts using the priorities and amounts indicated in the individual ordinances;
- C. set users' rates at levels which will generate revenues sufficient to pay ordinary operating and maintenance expenses and the revenue bond service;
- D. meet certain minimum revenue requirements before issuing additional revenue bonds serviceable from the respective fund;
- E. maintain reasonable insurance coverage for the respective funds' facilities, and
- F. may retire bonds early, including the payment of premiums, subject to conditions specified in the ordinances.

At June 30, 2008, retained earnings of the Enterprise Funds were reserved for debt service, operations and maintenance, and depreciation and replacement to the extent that assets restricted for these purposes exceeded related liabilities payable from restricted cash.

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**III. DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)**

**D. Notes Payable - Governmental Activities**

On September 16, 2005, the City entered into a note agreement with the Bank Midwest to finance the purchase of equipment in the amount of \$35,877. The note is payable on demand, but if demand is not made the note is payable in three annual payments. Interest is at 4.2605 percent. Equipment is pledged as collateral. The loan is subject to an annual non-appropriation termination rider. This note was paid off during fiscal year 2008 with principal of \$12,351 and interest of \$546.

Balance at June 30, 2008 \$ 0

On February 21, 2006, the City entered into a note agreement with the Bank Midwest to finance the purchase of equipment in the amount of \$16,022. The note is payable on demand, but if demand is not made the note is payable in two annual payments. Interest is at 4.050 percent. Equipment is pledged as collateral. The loan is subject to an annual non-appropriation termination rider. This note was paid off during fiscal year 2008 with principal of \$8,163 and interest of \$346.

Balance at June 30, 2008 \$ 0

On April 19, 2006, the City entered into a note agreement with the Bank Midwest to finance the purchase of equipment in the amount of \$18,744. The note is payable on demand, but if demand is not made the note is payable in two annual payments. Interest is at 4.050 percent. Equipment is pledged as collateral. The loan is subject to an annual non-appropriation termination rider. This note was paid off during fiscal year 2008 with principal of \$9,560 and interest of \$393.

Balance at June 30, 2008 \$ 0

On May 19, 2006, the City entered into a note agreement with Bank Midwest to finance the purchase of equipment in the amount of \$32,660. The note is payable on demand, but if demand is not made the note is payable in three annual payments. Interest is at 4.1861 percent. Equipment is pledged as collateral. The loan is subject to an annual non-appropriation termination rider.

Balance at June 30, 2008 \$ 11,336

Scheduled payments are as follows:

Year Ending June 30,	
2009	<u>\$ 11,810</u>
	11,810
Less - amount representing interest	(474)
Total	<u>\$ 11,336</u>

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**III. DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)**

On November 7, 2006, the City entered into a note agreement with the Bank Midwest to finance the purchase of equipment in the amount of \$28,000. The note is payable on demand, but if demand is not made the note is payable in three annual payments. Interest is at 4.050 percent. Equipment is pledged as collateral. The loan is subject to an annual non-appropriation termination rider.

Balance at June 30, 2008 \$ 14,280

Scheduled payments are as follows:

Year Ending June 30,	
2009	\$ 14,867
	14,867
Less - amount representing interest	(587)
Total	\$ 14,280

**E. Notes Payable – Business-Type Activities**

On September 13, 2007, the City entered into a note agreement with the Bank of Cairo and Moberly to finance the purchase of equipment in the amount of \$174,790. The note is payable on demand, but if demand is not made the note is payable in three annual payments. Interest is at 4.100 percent. Equipment is pledged as collateral. The loan is subject to an annual non-appropriation termination rider.

Balance at June 30, 2008 \$ 174,790

Scheduled payments are as follows:

Year Ending June 30,	
2009	\$ 63,112
2010	63,112
2011	63,111
	189,335
Less - amount representing interest	(14,545)
Total	\$ 174,790

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**III. DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)**

**F. Leases – Governmental Activities**

The City is the lessee under several capital leases. The following is a summary of the future minimum lease payments under the leases as of June 30, 2008 assuming noncancellation:

Year Ended June 30,	Athletic Complex Project	Equipment	Equipment	Total
2009	\$ 941,737	\$ 95,567	\$ 91,281	\$ 1,128,585
2010	-	76,638	91,281	167,919
2011	-	57,578	91,280	148,858
	941,737	229,783	273,842	1,445,362
Less - Amount Representing Interest	(41,737)	(17,329)	(18,599)	(77,665)
Total Minimum Lease Payments	<u>\$ 900,000</u>	<u>\$ 212,454</u>	<u>\$ 255,243</u>	<u>\$ 1,367,697</u>

In August, 1999, the City entered into a leasing agreement to fund the construction of the Athletic Complex Project. The agreement is backed by leasehold revenue bonds issued by the Moberly, Missouri, Public Building Corporation. The City is obligated to make rental payments sufficient to pay the \$4,250,000 Series 1999 bonds principal and interest to the Moberly, Missouri, Public Building Corporation. The lease is cancelable by the City at any time during the lease by exercising a non-appropriation clause. However, the City is not expected to abandon the lease and, accordingly, the lease obligation is regarded as debt.

On April 4, 2007, the City entered into a leasing agreement with Clayton Holdings, LLC to finance the purchase of equipment. The lease is cancelable by the City at any time during the lease by exercising a non-appropriation clause. However, the City is not expected to abandon the lease and, accordingly, the lease obligation is regarded as debt.

On December 12, 2007, the City entered into a leasing agreement with Clayton Holdings, LLC to finance the purchase of equipment. The lease is cancelable by the City at any time during the lease by exercising a non-appropriation clause. However, the City is not expected to abandon the lease and, accordingly, the lease obligation is regarded as debt.

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**III. DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)**

**G. Interfund Transfers**

Interfund transfers during the year ended June 30, 2008 were as follows:

Disbursing Fund	Receiving Fund	Amount
General	Perpetual Care Interest	\$ 3,725
General	Airport Operating	93,277
General	Hwy. 63 Interchanges	15,525
General	Cell Franchise Tax	183,125
CWSS	General	193,099
Capital Improvement Trust	CWSS	591,720
Park Sales Tax Trust	Parks and Recreation	44,656

Disbursing Fund	Receiving Fund	Purpose of Transfer
General	Perpetual Care Interest	Budgeted transfer for operational expenses/fund balance.
General	Airport Operating	Budgeted transfer for operational expenses/fund balance.
General	Hwy. 63 Interchanges	Transfer City match portion of grant to grant fund.
General	Cell Franchise Tax	Transfer settlement of cellular telephone franchise fee lawsuit into segregated special projects fund to be disbursed as directed by City Council.
CWSS	General	Budgeted transfer of administrative fees from Utilities to General Fund.
Capital Improvement Trust	CWSS	Payment of bond principal plus interest for 2004B bonds.
Park Sales Tax Trust	Parks and Recreation	Budgeted transfer for operational expenses/fund balance.

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**III. DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)**

**H. Restricted Net Assets**

Activity	Restricted By	Amount
Capital Improvement Trust	Law	\$ 1,124,572
City Transportation Trust	Law	1,759,580
Park Sales Tax Trust	Law	897,274
Airport Operating	Council action	21,354
Parks and Recreation	Council action	252,547
Street Improvements	Council action	92,493
Perpetual Care Cemetery Principal	Law	264,784
Perpetual Care Cemetery Interest	Law	5,714
MODAG Grant/Loan	Council action	129,626
911 Emergency Telephone Service	Law	276,561
Use Tax Trust	Law	264,292
DNR Grant	Law	18,291
Hwy. 63 Waterline Relocation	Law	15,525
Rollins Street Renovation	Law	924
Police Grant Match	Law	(941)
Bullet Proof Vest	Council action	1,628
Cell Franchise	Council action	787,206
Health Account	Council action	358,862
		<u>\$ 6,270,292</u>

**I. Deficit Fund Balance**

At June 30, 2008, the Police Grant Match Fund had a deficit fund balance of \$941.

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**IV. OTHER INFORMATION**

**A. Employee Pension Plan**

1. Plan Description

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

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

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

2. Funding Status

The City of Moberly's full-time employees do not contribute to the pension plan. The political subdivision is required to contribute at an actuarially determined rate; the current rate is 7.9% (general), 3.2% (police) and 3.4% (fire) of annual covered payroll. The contribution requirements of plan members are determined by the governing body of the political subdivision. The contribution provisions of the political subdivision are established by state statute.

3. Annual Pension Cost

For 2008, the political subdivision's annual pension cost of \$282,834 was equal to the required and actual contributions. The required contribution was determined as part of the February 28, 2006 and/or February 28, 2007 annual actuarial valuation using the entry age actuarial cost method. The actuarial assumptions as of February 29, 2008 included (a) a rate of return on the investment of present and future assets of 7.5% per year, compounded annually, (b) projected salary increases of 4.0% per year, compounded annually, attributable to inflation, (c)

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**IV. OTHER INFORMATION (Continued)**

additional projected salary increases ranging from 0.0% to 6.0% per year, depending on age and division, attributable to seniority/merit, (d) pre-retirement mortality based on the RP-2000 Combined Healthy Table set back 0 years for men and 0 years for women and (e) post-retirement mortality based on the 1971 Group Annuity Mortality table projected to 2000 set back 1 year for men and 7 years for women. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The amortization period at February 29, 2008 was 15 years.

Three-Year Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2006	\$ 350,998	100%	\$ -
6/30/2007	309,428	100%	-
6/30/2008	282,834	100%	-

**B. Assessed Valuation and Tax Levy**

The assessed valuation of the tangible taxable property and the tax levies per \$100 assessed valuation of that property for 2007 were \$132,594,944.

Tax Rates per \$100 Assessed Valuation

General	\$ .6763
Park	.3138
Total	<u>\$ .9901</u>

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1 and payable by June 30.

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**IV. OTHER INFORMATION (Continued)**

**C. Special Tax Bills**

During the fiscal year ended June 30, 1986, the City issued Special Tax Bills totaling \$308,085 in relation to sewer lines constructed in five sewer districts. There is \$1,594 due from an individual at June 30, 2008.

Ordinance No. 6888 passed May 3, 1993, assessed the costs for the Moberly Downtown Neighborhood Improvement Project. The costs totaled \$159,305.85 and are a special assessment against the property. Property owners may elect to pay the assessment in full or over a period of time at 6.5% interest. As of June 30, 2008, assessments in the amount of \$155,975.85 had been paid, leaving unpaid special assessments of \$3,330.00.

The City of Moberly has a city-wide cleanup program where private contractors demolish dilapidated structures within the city limits with the costs being charged as a special assessment against the property. The balance of the special assessments at June 30, 2008 totaled \$173,923.85.

**D. Post-Employment Health Care Benefits**

The City provides health and dental insurance to employees who retire after thirty years of service with the City. The coverage is provided until the employee qualifies for Medicare. At June 30, 2008, there were twelve employees that qualified for benefits and the City contributed \$383.29 to individual employee accounts on a monthly basis. The total contribution for fiscal year 2008 was \$49,828.

**E. Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the City carries commercial insurance.

**CITY OF MOBERLY, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2008**

**IV. OTHER INFORMATION (Continued)**

**F. Landfill Closure and Postclosure Costs**

State and federal laws and regulations require that the City of Moberly place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. Since the City reports on the cash basis of accounting no liability is reported in the financial statements for future closure and post closure care costs that will be incurred near or after the date the landfill no longer accepts waste. The recognition of the landfill closure and postclosure costs should be based on the amount of landfill used during the year. The estimated liability for landfill closure and postclosure care costs is \$3,214,068 as of June 30, 2008, which is based on 17.1% usage of the landfill. The actual cost of closure and postclosure care is subject to changes resulting from inflation/deflation, changes in technology, or changes in landfill laws and regulations. The landfill is expected to be filled to capacity in the year 2038.

On April 12, 2005, the City entered into an agreement with Onyx Waste Services Midwest, Inc. and Onyx Maple Hill Landfill, Inc. to provide for the collection and disposal of waste and for the closure of the City's landfill. In connection with the landfill closure, Onyx agreed to fund the actual costs for the closure not to exceed \$1,008,000. Onyx also agreed to purchase the City's existing landfill equipment for \$355,000. As of June 30, 2008, the Company has expended \$1,043,025 for landfill closure.

The City does not have assets currently restricted for payment of closure and postclosure care costs. The City intends to finance landfill closure and postclosure care costs from charges to future landfill users and/or General Fund reserves.

**G. Contingencies**

The City routinely becomes involved in lawsuits arising in the ordinary course of business. Based on discussions with the City Attorney, management believes there are no outstanding matters which will have a material effect on the financial statements of the City.

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the government expects such amounts, if any, to be immaterial.

***CITY OF MOBERLY, MISSOURI***  
***NOTES TO BASIC FINANCIAL STATEMENTS***  
***YEAR ENDED JUNE 30, 2008***

**IV. OTHER INFORMATION (Continued)**

**H. Note Receivable**

The Moberly Area Economic Development Corporation is indebted to the City in the amount of \$368,647.24. The note is non-interest bearing and is to be paid in full by June 30, 2013.

Ordinance passed June 30, 2008 renewing the note for five years in the amount of \$368,647.24. Later that same day a payment of \$105,329.49 was received from MAEDC, effectively reducing the outstanding amount to \$263,317.75.

## **REQUIRED SUPPLEMENTARY INFORMATION**

**CITY OF MOBERLY, MISSOURI**  
**PENSION PLAN FUNDING PROGRESS**  
**YEAR ENDED JUNE 30, 2008**

The following information is required and presented in accordance with Governmental Accounting Board Statement 27, "Accounting for Pensions by State and Local Governmental Employers" (see Note IV-A).

REQUIRED SUPPLEMENTARY INFORMATION  
Schedule of Funding Progress

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Entry Age Actuarial Accrued Liability	(b-a) Unfunded Accrued Liability (UAL)	(a/b) Funded Ratio	(c) Annual Covered Payroll	[(b-a)/c] UAL as a Percentage of Covered Payroll
2/28/2006	\$12,145,494	\$10,935,832	\$(1,209,662)	111%	\$3,778,693	-
2/28/2007	12,003,569	10,424,385	(1,579,184)	115%	3,875,744	-
2/29/2008	12,733,619	10,925,763	(1,807,856)	117%	4,146,929	-

NOTE: The above assets and actuarial accrued liability do not include the assets and present value of benefits associated with the Benefit Reserve Fund and the Casualty Reserve Fund. The actuarial assumptions were changed in conjunction with the February 28, 2006 annual actuarial valuations. For a complete description of the actuarial assumptions used in the annual valuations, please contact the LAGERS office in Jefferson City.

***COMBINING FINANCIAL STATEMENTS***

COMBINING FINANCIAL STATEMENTS

NON-MAJOR GOVERNMENTAL FUNDS

**Special Revenue Funds**

Airport Operating	Accounts for revenues and expenditures of the Airport Operating Fund
Parks and Recreation	Accounts for revenues and expenditures of the Parks and Recreation Fund
Park Sales Tax Trust	Accounts for revenues and expenditures of the Park Sales Tax Trust Fund
Street Improvements	Accounts for revenues and expenditures of the Street Improvements Fund
Perpetual Care Cemetery Principal	Accounts for revenues and expenditures of the Perpetual Care Cemetery Principal Fund
Perpetual Care Cemetery Interest	Accounts for revenues and expenditures of the Perpetual Care Cemetery Interest Fund
MODAG Grant/Loan	Accounts for revenues and expenditures of the MODAG Grant/Loan Fund
911 Emergency Telephone	Accounts for revenues and expenditures of the 911 Emergency Telephone Fund
Use Tax Trust	Accounts for revenues and expenditures of the Use Tax Trust Fund
DNR Grant	Accounts for revenues and expenditures of the DNR Grant Fund
Hwy. 63 Waterline Relocation	Accounts for revenues and expenditures of the Hwy. 63 Waterline Relocation Fund
Rollins Street Renovation	Accounts for revenues and expenditures of the Rollins Street Renovation Fund
Police Grant Match	Accounts for revenues and expenditures of the Police Grant Match Fund
Fire Escrow	Accounts for revenues and expenditures of the Fire Escrow Fund

Project Residuals	Accounts for revenues and expenditures of Project Residuals
Bullet Proof Vest Grant	Accounts for revenues and expenditures of the Bullet Proof Vest Grant
Cell Franchise	Accounts for revenues and expenditures of the Cell Franchise Fund
Historic Preservation	Accounts for revenues and expenditures of the Historic Preservation
RBEG	Accounts for revenues and expenditures of the RBEG Fund

**CITY OF MOBERLY, MISSOURI**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**COMBINING STATEMENT OF ASSETS AND FUND BALANCES -**  
**ARISING FROM CASH TRANSACTIONS**  
**JUNE 30, 2008**

	<u>Airport Operating Fund</u>	<u>Parks and Recreation</u>	<u>Park Sales Tax Trust</u>	<u>Street Improvements</u>	<u>Perpetual Care Cemetery Principal</u>	<u>Perpetual Care Cemetery Interest</u>
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 255,000	\$ -
Due from other funds	<u>25,468</u>	<u>266,395</u>	<u>897,274</u>	<u>92,493</u>	<u>9,784</u>	<u>5,714</u>
TOTAL ASSETS	<u>\$ 25,468</u>	<u>\$ 266,395</u>	<u>\$ 897,274</u>	<u>\$ 92,493</u>	<u>\$ 264,784</u>	<u>\$ 5,714</u>
<b>LIABILITIES</b>						
Due to other funds	<u>\$ 4,114</u>	<u>\$ 13,848</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
TOTAL LIABILITIES	<u>4,114</u>	<u>13,848</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE</b>						
Designated for debt service	-	-	897,274	-	-	-
Undesignated (Deficit)	<u>21,354</u>	<u>252,547</u>	<u>-</u>	<u>92,493</u>	<u>264,784</u>	<u>5,714</u>
TOTAL FUND BALANCE	<u>\$ 21,354</u>	<u>\$ 252,547</u>	<u>\$ 897,274</u>	<u>\$ 92,493</u>	<u>\$ 264,784</u>	<u>\$ 5,714</u>

<b>MODAG Grant/Loan</b>	<b>911 Emergency Telephone Service</b>	<b>Use Tax Trust Fund</b>	<b>DNR Grant</b>	<b>Hwy. 63 Waterline Relocation</b>	<b>Rollins Street Renovation</b>	<b>Police Grant Match</b>	<b>Fire Escrow</b>
\$ -	\$ -	\$ 264,292	\$ 18,291	\$ -	\$ 924	\$ (941)	\$ -
<u>129,626</u>	<u>276,561</u>	<u>-</u>	<u>-</u>	<u>15,525</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 129,626</u>	<u>\$ 276,561</u>	<u>\$ 264,292</u>	<u>\$ 18,291</u>	<u>\$ 15,525</u>	<u>\$ 924</u>	<u>\$ (941)</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-
<u>129,626</u>	<u>276,561</u>	<u>264,292</u>	<u>18,291</u>	<u>15,525</u>	<u>924</u>	<u>(941)</u>	<u>-</u>
<u>\$ 129,626</u>	<u>\$ 276,561</u>	<u>\$ 264,292</u>	<u>\$ 18,291</u>	<u>\$ 15,525</u>	<u>\$ 924</u>	<u>\$ (941)</u>	<u>\$ -</u>

<b>Project Residuals</b>	<b>Bulletproof Vest Grant</b>	<b>Cell Franchise</b>	<b>Historic Preservation</b>	<b>RBEG</b>	<b>Totals (Memorandum Only)</b>
\$ -	\$ 1,628	\$ -	\$ -	\$ -	\$ 539,194
-	-	787,206	-	-	2,506,046
<u>\$ -</u>	<u>\$ 1,628</u>	<u>\$ 787,206</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,045,240</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 17,962
-	-	-	-	-	17,962
-	-	-	-	-	897,274
-	1,628	787,206	-	-	2,130,004
<u>\$ -</u>	<u>\$ 1,628</u>	<u>\$ 787,206</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,027,278</u>

**CITY OF MOBERLY, MISSOURI**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES**  
**PAID AND CHANGES IN FUND BALANCES**  
**YEAR ENDED JUNE 30, 2008**

	<b>Airport Operating Fund</b>	<b>Parks and Recreation</b>	<b>Park Sales Tax Trust</b>	<b>Street Improvements</b>	<b>Perpetual Care Cemetery Principal</b>
<b>REVENUES COLLECTED</b>					
Property taxes	\$ -	\$ 390,725	\$ -	\$ -	\$ -
Other taxes	-	6,497	1,041,584	364,041	-
Charges for goods and services	232,140	158,197	130,640	-	-
Federal and state grants	123,296	-	-	-	-
Interest income	-	-	-	-	-
Miscellaneous	8,620	2,540	10,954	-	5,425
Total Revenues Collected	<u>364,056</u>	<u>557,959</u>	<u>1,183,178</u>	<u>364,041</u>	<u>5,425</u>
<b>EXPENDITURES PAID</b>					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Transportation	439,736	-	-	554,869	-
Park and recreation	-	640,544	560,145	-	-
Debt service	-	-	504,144	-	-
Total Expenditures Paid	<u>439,736</u>	<u>640,544</u>	<u>1,064,289</u>	<u>554,869</u>	<u>-</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>(75,680)</u>	<u>(82,585)</u>	<u>118,889</u>	<u>(190,828)</u>	<u>5,425</u>
Other Financing Sources (Uses)	<u>93,277</u>	<u>44,656</u>	<u>(44,656)</u>	<u>-</u>	<u>-</u>
Excess (Deficit) of Revenue Collected over Expenditures Paid and Other Financing Sources (Uses)	17,597	(37,929)	74,233	(190,828)	5,425
Fund Balance, beginning of year (Deficit)	<u>3,757</u>	<u>290,476</u>	<u>823,041</u>	<u>283,321</u>	<u>259,359</u>
Fund Balance, end of year (Deficit)	<u>\$ 21,354</u>	<u>\$ 252,547</u>	<u>\$ 897,274</u>	<u>\$ 92,493</u>	<u>\$ 264,784</u>

<b>Perpetual Care Cemetery Interest</b>	<b>MODAG Grant/Loan</b>	<b>911 Emergency Telephone Service</b>	<b>Use Tax Trust Fund</b>	<b>DNR Grant</b>	<b>Hwy. 63 Waterline Relocation</b>	<b>Rollins Street Renovation</b>	<b>Police Grant Match</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	211,254	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	24,023	31,147
13,436	-	-	-	838	-	-	-
-	105,329	-	-	5,479	-	-	-
<u>13,436</u>	<u>105,329</u>	<u>211,254</u>	<u>-</u>	<u>6,317</u>	<u>-</u>	<u>24,023</u>	<u>31,147</u>
-	-	-	-	50,187	-	-	-
11,085	-	156,072	-	-	-	-	32,137
-	-	-	-	-	-	24,920	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>11,085</u>	<u>-</u>	<u>156,072</u>	<u>-</u>	<u>50,187</u>	<u>-</u>	<u>24,920</u>	<u>32,137</u>
<u>2,351</u>	<u>105,329</u>	<u>55,182</u>	<u>-</u>	<u>(43,870)</u>	<u>-</u>	<u>(897)</u>	<u>(990)</u>
<u>3,725</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,525</u>	<u>-</u>	<u>-</u>
6,076	105,329	55,182	-	(43,870)	15,525	(897)	(990)
<u>(362)</u>	<u>24,297</u>	<u>221,379</u>	<u>264,292</u>	<u>62,161</u>	<u>-</u>	<u>1,821</u>	<u>49</u>
<u>\$ 5,714</u>	<u>\$ 129,626</u>	<u>\$ 276,561</u>	<u>\$ 264,292</u>	<u>\$ 18,291</u>	<u>\$ 15,525</u>	<u>\$ 924</u>	<u>\$ (941)</u>

<b>Fire Escrow</b>	<b>Project Residuals</b>	<b>Bulletproof Vest Grant</b>	<b>Cell Franchise</b>	<b>Historic Preservation</b>	<b>RBEg</b>	<b>Totals (Memorandum Only)</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 390,725
-	-	-	553,463	-	-	2,176,839
-	-	-	-	-	-	520,977
-	-	-	-	6,000	75,000	259,466
5	-	-	-	-	-	14,279
<u>6,140</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>123,709</u>	<u>268,196</u>
<u>6,145</u>	<u>-</u>	<u>-</u>	<u>553,463</u>	<u>6,000</u>	<u>198,709</u>	<u>3,630,482</u>
13,495	6,191	-	-	6,000	-	75,873
-	-	-	-	-	198,709	398,003
-	-	-	-	-	-	1,019,525
-	-	-	-	-	-	1,200,689
-	-	-	-	-	-	504,144
<u>13,495</u>	<u>6,191</u>	<u>-</u>	<u>-</u>	<u>6,000</u>	<u>198,709</u>	<u>3,198,234</u>
<u>(7,350)</u>	<u>(6,191)</u>	<u>-</u>	<u>553,463</u>	<u>-</u>	<u>-</u>	<u>432,248</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>183,125</u>	<u>-</u>	<u>-</u>	<u>295,652</u>
(7,350)	(6,191)	-	736,588	-	-	727,900
<u>7,350</u>	<u>6,191</u>	<u>1,628</u>	<u>50,618</u>	<u>-</u>	<u>-</u>	<u>2,299,378</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,628</u>	<u>\$ 787,206</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,027,278</u>

**CITY OF MOBERLY, MISSOURI  
AIRPORT OPERATING FUND  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		<u>Positive (Negative)</u>
<b>REVENUES COLLECTED</b>				
Charges for goods and services	\$ 140,700	\$ 140,700	\$ 232,140	\$ 91,440
Federal and state grants	1,500,000	1,500,000	123,296	(1,376,704)
Miscellaneous	<u>5,000</u>	<u>5,000</u>	<u>8,620</u>	<u>3,620</u>
Total Revenues Collected	<u>1,645,700</u>	<u>1,645,700</u>	<u>364,056</u>	<u>(1,281,644)</u>
<b>EXPENDITURES PAID</b>				
Transportation				
Salaries and payroll taxes	33,002	33,002	40,547	(7,545)
Supplies and materials	109,725	109,725	262,217	(152,492)
Repairs and maintenance	14,000	14,000	13,320	680
Contractual services	1,475,000	1,475,000	104,327	1,370,673
Capital outlay	100,000	100,000	12,557	87,443
Miscellaneous	<u>7,250</u>	<u>7,250</u>	<u>6,768</u>	<u>482</u>
Total Expenditures Paid	<u>1,738,977</u>	<u>1,738,977</u>	<u>439,736</u>	<u>1,299,241</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>(93,277)</u>	<u>(93,277)</u>	<u>(75,680)</u>	<u>17,597</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Interfund transfers in (out)				
General Fund	<u>93,277</u>	<u>93,277</u>	<u>93,277</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>93,277</u>	<u>93,277</u>	<u>93,277</u>	<u>-</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Financing Sources (Uses)	-	-	17,597	<u>\$ 17,597</u>
Fund Balance, beginning of year	<u>3,757</u>	<u>3,757</u>	<u>3,757</u>	
Fund Balance, end of year	<u>\$ 3,757</u>	<u>\$ 3,757</u>	<u>\$ 21,354</u>	

**CITY OF MOBERLY, MISSOURI  
PARKS AND RECREATION FUND  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Property taxes	\$ 365,500	\$ 365,500	\$ 390,725	\$ 25,225
Other taxes	3,500	3,500	6,497	2,997
Charges for goods and services	98,000	98,000	158,197	60,197
Miscellaneous	<u>3,343</u>	<u>3,343</u>	<u>2,540</u>	<u>(803)</u>
Total Revenues Collected	<u>470,343</u>	<u>470,343</u>	<u>557,959</u>	<u>87,616</u>
<b>EXPENDITURES PAID</b>				
Parks and Recreation				
Concessions				
Salaries and payroll taxes	24,458	24,458	20,287	4,171
Supplies and materials	2,950	2,950	958	1,992
Contractual services	<u>2,020</u>	<u>2,020</u>	<u>397</u>	<u>1,623</u>
Total Concessions	<u>29,428</u>	<u>29,428</u>	<u>21,642</u>	<u>7,786</u>
Parks				
Salaries and payroll taxes	210,594	210,594	237,723	(27,129)
Supplies and materials	51,600	51,600	62,301	(10,701)
Contractual services	46,150	46,150	39,059	7,091
Capital outlay	22,100	22,100	8,945	13,155
Miscellaneous	<u>2,900</u>	<u>2,900</u>	<u>3,921</u>	<u>(1,021)</u>
Total Parks	<u>333,344</u>	<u>333,344</u>	<u>351,949</u>	<u>(18,605)</u>
Swimming Pool				
Salaries and payroll taxes	32,583	32,583	38,916	(6,333)
Supplies and materials	25,000	25,000	24,119	881
Contractual services	6,500	6,500	9,027	(2,527)
Capital outlay	4,000	4,000	-	4,000
Miscellaneous	<u>500</u>	<u>500</u>	<u>280</u>	<u>220</u>
Total Swimming Pool	<u>68,583</u>	<u>68,583</u>	<u>72,342</u>	<u>(3,759)</u>

**CITY OF MOBERLY, MISSOURI  
PARKS AND RECREATION FUND (CONTINUED)  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES PAID (cont'd)				
Recreation				
Salaries and payroll taxes	190,068	190,068	160,752	29,316
Supplies and materials	24,300	24,300	16,915	7,385
Contractual services	15,925	15,925	14,603	1,322
Capital outlay	2,000	2,000	(457)	2,457
Miscellaneous	2,850	2,850	2,798	52
Total Recreation	<u>235,143</u>	<u>235,143</u>	<u>194,611</u>	<u>40,532</u>
Total Expenditures Paid	<u>666,498</u>	<u>666,498</u>	<u>640,544</u>	<u>25,954</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>(196,155)</u>	<u>(196,155)</u>	<u>(82,585)</u>	<u>113,570</u>
Other Financing Sources (Uses) Interfund Transfers in (out) Park Sales Tax Trust Fund	<u>196,155</u>	<u>196,155</u>	<u>44,656</u>	<u>(151,499)</u>
Total Other Financing sources (Uses)	<u>196,155</u>	<u>196,155</u>	<u>44,656</u>	<u>(151,499)</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Financing Sources (Uses)	-	-	(37,929)	<u>\$ (37,929)</u>
Fund Balance, beginning of year	<u>\$ 290,476</u>	<u>\$ 290,476</u>	<u>\$ 290,476</u>	
Fund Balance, end of year	<u>\$ 290,476</u>	<u>\$ 290,476</u>	<u>\$ 252,547</u>	

**CITY OF MOBERLY, MISSOURI  
PARK SALES TAX TRUST FUND  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Other taxes	\$ 1,008,908	\$ 1,008,908	\$ 1,041,584	\$ 32,676
Charges for services	131,500	131,500	130,640	(860)
Miscellaneous	3,000	3,000	10,954	7,954
Total Revenues Collected	<u>1,143,408</u>	<u>1,143,408</u>	<u>1,183,178</u>	<u>39,770</u>
<b>EXPENDITURES PAID</b>				
Parks and Recreation				
Salaries and payroll taxes	85,351	85,351	98,194	(12,843)
Supplies and materials	123,775	123,775	116,041	7,734
Repairs and maintenance	23,300	23,300	24,618	(1,318)
Contractual services	41,600	41,600	31,971	9,629
Capital outlay	677,544	677,544	268,766	408,778
Lease payments	-	-	504,144	(504,144)
Miscellaneous	6,800	6,800	20,555	(13,755)
Total Expenditures Paid	<u>958,370</u>	<u>958,370</u>	<u>1,064,289</u>	<u>(105,919)</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>185,038</u>	<u>185,038</u>	<u>118,889</u>	<u>(66,149)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Interfund transfers in (out)				
Parks and Recreation Fund	(196,155)	(196,155)	(44,656)	151,499
Total Other Financing Sources (Uses)	<u>(196,155)</u>	<u>(196,155)</u>	<u>(44,656)</u>	<u>151,499</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Financing Sources (Uses)	(11,117)	(11,117)	74,233	<u>\$ 85,350</u>
Fund Balance, beginning of year	<u>823,041</u>	<u>823,041</u>	<u>823,041</u>	
Fund Balance, end of year	<u>\$ 811,924</u>	<u>\$ 811,924</u>	<u>\$ 897,274</u>	

**CITY OF MOBERLY, MISSOURI  
STREET IMPROVEMENTS FUND  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Other taxes	\$ 720,000	\$ 720,000	\$ 364,041	\$ (355,959)
Miscellaneous	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>(1,000)</u>
Total Revenues Collected	<u>721,000</u>	<u>721,000</u>	<u>364,041</u>	<u>(356,959)</u>
<b>EXPENDITURES PAID</b>				
Transportation				
Repairs and maintenance	100,000	100,000	251,410	(151,410)
Capital outlay	467,060	467,060	302,504	164,556
Miscellaneous	<u>3,000</u>	<u>3,000</u>	<u>955</u>	<u>2,045</u>
Total Expenditures Paid	<u>570,060</u>	<u>570,060</u>	<u>554,869</u>	<u>15,191</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>150,940</u>	<u>150,940</u>	<u>(190,828)</u>	<u>(341,768)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Interfund transfers in (out)				
General Fund	<u>(100,000)</u>	<u>(100,000)</u>	<u>-</u>	<u>100,000</u>
Total Other Financing Sources (Uses)	<u>(100,000)</u>	<u>(100,000)</u>	<u>-</u>	<u>100,000</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Financing Sources (Uses)	50,940	50,940	(190,828)	<u>\$ (241,768)</u>
Fund Balance, beginning of year	<u>283,321</u>	<u>283,321</u>	<u>283,321</u>	
Fund Balance, end of year	<u>\$ 334,261</u>	<u>\$ 334,261</u>	<u>\$ 92,493</u>	

**CITY OF MOBERLY, MISSOURI  
 PERPETUAL CARE CEMETERY - PRINCIPAL FUND  
 STATEMENT OF REVENUES COLLECTED,  
 EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Miscellaneous	\$ 2,500	\$ 2,500	\$ 5,425	\$ 2,925
Total Revenues Collected	<u>2,500</u>	<u>2,500</u>	<u>5,425</u>	<u>2,925</u>
<b>EXPENDITURES PAID</b>				
Public Safety				
Miscellaneous	-	-	-	-
Total Expenditures Paid	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	2,500	2,500	5,425	<u>\$ 2,925</u>
Fund Balance, beginning of year	<u>259,359</u>	<u>259,359</u>	<u>259,359</u>	
Fund Balance, end of year	<u>\$ 261,859</u>	<u>\$ 261,859</u>	<u>\$ 264,784</u>	

**CITY OF MOBERLY, MISSOURI**  
**PERPETUAL CARE CEMETERY - INTEREST FUND**  
**STATEMENT OF REVENUES COLLECTED,**  
**EXPENDITURES PAID AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Interest income	\$ 12,000	\$ 12,000	\$ 13,436	\$ 1,436
Total Revenues Collected	<u>12,000</u>	<u>12,000</u>	<u>13,436</u>	<u>1,436</u>
<b>EXPENDITURES PAID</b>				
Public Safety				
Supplies and materials	3,725	3,725	8,084	(4,359)
Repairs and maintenance	11,000	11,000	2,858	8,142
Miscellaneous	<u>1,000</u>	<u>1,000</u>	<u>143</u>	<u>857</u>
Total Expenditures Paid	<u>15,725</u>	<u>15,725</u>	<u>11,085</u>	<u>4,640</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>(3,725)</u>	<u>(3,725)</u>	<u>2,351</u>	<u>6,076</u>
Other Financing Sources (Uses)				
Interfund Transfers in (out)				
General Fund	<u>8,725</u>	<u>8,725</u>	<u>3,725</u>	<u>5,000</u>
Total Other Financing Sources (Uses)	<u>8,725</u>	<u>8,725</u>	<u>3,725</u>	<u>5,000</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Financing Sources (Uses)	5,000	5,000	6,076	<u>\$ 1,076</u>
Fund Balance, beginning of year	<u>(362)</u>	<u>(362)</u>	<u>(362)</u>	
Fund Balance, end of year (deficit)	<u>\$ 4,638</u>	<u>\$ 4,638</u>	<u>\$ 5,714</u>	

**CITY OF MOBERLY, MISSOURI  
MODAG GRANT/LOAN FUND  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u> <u>Positive (Negative)</u>
REVENUES COLLECTED				
Miscellaneous	\$ -	\$ -	\$ 105,329	\$ 105,329
Total Revenues Collected	<u>-</u>	<u>-</u>	<u>105,329</u>	<u>105,329</u>
EXPENDITURES PAID				
Total Expenditures Paid	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	-	-	105,329	<u>\$ 105,329</u>
Fund Balance, beginning of year	<u>24,297</u>	<u>24,297</u>	<u>24,297</u>	
Fund Balance, end of year	<u>\$ 24,297</u>	<u>\$ 24,297</u>	<u>\$ 129,626</u>	

**CITY OF MOBERLY, MISSOURI**  
**911 EMERGENCY TELEPHONE SERVICE FUND**  
**STATEMENT OF REVENUES COLLECTED,**  
**EXPENDITURES PAID AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Other taxes	\$ 285,000	\$ 285,000	\$ 211,254	\$ (73,746)
Total Revenues Collected	<u>285,000</u>	<u>285,000</u>	<u>211,254</u>	<u>(73,746)</u>
<b>EXPENDITURES PAID</b>				
<b>Public Safety</b>				
Supplies and materials	142,000	142,000	44,049	97,951
Repairs and maintenance	-	-	104,436	(104,436)
Capital outlay	13,000	13,000	7,548	5,452
Miscellaneous	<u>-</u>	<u>-</u>	<u>39</u>	<u>(39)</u>
Total Expenditures Paid	<u>155,000</u>	<u>155,000</u>	<u>156,072</u>	<u>(1,072)</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>130,000</u>	<u>130,000</u>	<u>55,182</u>	<u>(74,818)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
<b>Interfund transfers in (out)</b>				
General Fund	<u>(150,000)</u>	<u>(150,000)</u>	<u>-</u>	<u>150,000</u>
Total Other Financing Sources (Uses)	<u>(150,000)</u>	<u>(150,000)</u>	<u>-</u>	<u>150,000</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Financing Sources (Uses)	(20,000)	(20,000)	55,182	<u>\$ 75,182</u>
Fund Balance, beginning of year	<u>221,379</u>	<u>221,379</u>	<u>221,379</u>	
Fund Balance, end of year	<u>\$ 201,379</u>	<u>\$ 201,379</u>	<u>\$ 276,561</u>	

**CITY OF MOBERLY, MISSOURI  
USE TAX TRUST FUND  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Interest income	\$ 2,500	\$ 2,500	\$ -	\$ (2,500)
Total Revenues Collected	<u>2,500</u>	<u>2,500</u>	<u>-</u>	<u>(2,500)</u>
<b>EXPENDITURES PAID</b>				
Total Expenditures Paid	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>2,500</u>	<u>2,500</u>	<u>-</u>	<u>(2,500)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Interfund transfers in (out)				
City Transportation Trust Fund	<u>(120,000)</u>	<u>(120,000)</u>	<u>-</u>	<u>120,000</u>
Total Other Financing Sources (Uses)	<u>(120,000)</u>	<u>(120,000)</u>	<u>-</u>	<u>-</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Financing Sources (Uses)	<u>(117,500)</u>	<u>(117,500)</u>	<u>-</u>	<u>\$ (2,500)</u>
Fund Balance, beginning of year	<u>264,292</u>	<u>264,292</u>	<u>264,292</u>	
Fund Balance, end of year	<u>\$ 146,792</u>	<u>\$ 146,792</u>	<u>\$ 264,292</u>	

**CITY OF MOBERLY, MISSOURI  
DNR GRANT FUND  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Interest income	\$ 2,000	\$ 2,000	\$ 838	\$ (1,162)
Miscellaneous	7,000	7,000	5,479	(1,521)
Total Revenues Collected	<u>9,000</u>	<u>9,000</u>	<u>6,317</u>	<u>(2,683)</u>
<b>EXPENDITURES PAID</b>				
General Government				
Contractual services	52,500	52,500	48,623	3,877
Miscellaneous	-	-	1,564	(1,564)
Total Expenditures Paid	<u>52,500</u>	<u>52,500</u>	<u>50,187</u>	<u>2,313</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>(43,500)</u>	<u>(43,500)</u>	<u>(43,870)</u>	<u>(370)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Interfund transfers in (out)				
General Fund	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Financing Sources (Uses)	(43,500)	(43,500)	(43,870)	<u>\$ (370)</u>
Fund Balance, beginning of year	<u>62,161</u>	<u>62,161</u>	<u>62,161</u>	
Fund Balance, end of year	<u>\$ 18,661</u>	<u>\$ 18,661</u>	<u>\$ 18,291</u>	

**CITY OF MOBERLY, MISSOURI  
HIGHWAY 63 WATERLINE RELOCATION FUND  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Federal and state grants	\$ 64,800	\$ 64,800	\$ -	\$ (64,800)
Total Revenues Collected	<u>64,800</u>	<u>64,800</u>	<u>-</u>	<u>(64,800)</u>
<b>EXPENDITURES PAID</b>				
Transportation				
Contractual services	<u>77,760</u>	<u>77,760</u>	<u>-</u>	<u>77,760</u>
Total Expenditures Paid	<u>77,760</u>	<u>77,760</u>	<u>-</u>	<u>77,760</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>(12,960)</u>	<u>(12,960)</u>	<u>-</u>	<u>12,960</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Interfund transfers in (out)				
General Fund	<u>12,960</u>	<u>12,960</u>	<u>15,525</u>	<u>2,565</u>
Total Other Financing Sources (Uses)	<u>12,960</u>	<u>12,960</u>	<u>15,525</u>	<u>2,565</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Financing Sources (Uses)	-	-	15,525	<u>\$ 15,525</u>
Fund Balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	
Fund Balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,525</u>	

**CITY OF MOBERLY, MISSOURI  
 ROLLINS STREET RENOVATION FUND  
 STATEMENT OF REVENUES COLLECTED,  
 EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Federal and state grants	\$ 21,000	\$ 25,000	\$ 24,023	\$ (977)
Total Revenues Collected	<u>21,000</u>	<u>25,000</u>	<u>24,023</u>	<u>(977)</u>
<b>EXPENDITURES PAID</b>				
Transportation				
Contractual services	<u>2,100</u>	<u>25,000</u>	<u>24,920</u>	<u>80</u>
Total Expenditures Paid	<u>2,100</u>	<u>25,000</u>	<u>24,920</u>	<u>80</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	18,900	-	(897)	<u>\$ (897)</u>
Fund Balance, beginning of year	<u>1,821</u>	<u>1,821</u>	<u>1,821</u>	
Fund Balance, end of year	<u>\$ 20,721</u>	<u>\$ 1,821</u>	<u>\$ 924</u>	

**CITY OF MOBERLY, MISSOURI  
POLICE GRANT MATCH FUND  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Federal and state grants	\$ -	\$ 32,500	\$ 31,147	\$ (1,353)
Total Revenues Collected	<u>-</u>	<u>32,500</u>	<u>31,147</u>	<u>(1,353)</u>
<b>EXPENDITURES PAID</b>				
Public Safety				
Miscellaneous	-	32,500	32,137	363
Total Expenditures Paid	<u>-</u>	<u>32,500</u>	<u>32,137</u>	<u>363</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>-</u>	<u>-</u>	<u>(990)</u>	<u>(990)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Interfund transfers in (out)				
2003 LLEBG Police Fund	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Financing Sources (Uses)	-	-	(990)	<u>\$ (990)</u>
Fund Balance, beginning of year	<u>49</u>	<u>49</u>	<u>49</u>	
Fund Balance, end of year (deficit)	<u>\$ 49</u>	<u>\$ 49</u>	<u>\$ (941)</u>	

**CITY OF MOBERLY, MISSOURI  
 FIRE ESCROW FUND  
 STATEMENT OF REVENUES COLLECTED,  
 EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Interest income	\$ -	\$ -	\$ 5	\$ 5
Miscellaneous	-	13,500	6,140	(7,360)
Total Revenues Collected	-	13,500	6,145	(7,355)
<b>EXPENDITURES PAID</b>				
General government				
Miscellaneous	-	13,500	13,495	5
Total Expenditures Paid	-	13,500	13,495	5
Excess (Deficit) of Revenues Collected over Expenditures Paid	-	-	(7,350)	<u>\$ (7,350)</u>
Fund Balance, beginning of year	<u>104,019</u>	<u>104,019</u>	<u>7,350</u>	
Fund Balance, end of year	<u>\$ 104,019</u>	<u>\$ 104,019</u>	<u>\$ -</u>	

**CITY OF MOBERLY, MISSOURI  
PROJECT RESIDUALS FUND  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Miscellaneous	\$ -	\$ -	\$ -	\$ -
Total Revenues Collected	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES PAID</b>				
General Government				
Miscellaneous	22,000	22,000	6,191	15,809
Total Expenditures Paid	<u>22,000</u>	<u>22,000</u>	<u>6,191</u>	<u>15,809</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>(22,000)</u>	<u>(22,000)</u>	<u>(6,191)</u>	<u>15,809</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Interfund transfers in (out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Financing Sources (Uses)	(22,000)	(22,000)	(6,191)	<u>\$ 15,809</u>
Fund Balance, beginning of year	<u>6,191</u>	<u>6,191</u>	<u>6,191</u>	
Fund Balance, end of year	<u>\$ (15,809)</u>	<u>\$ (15,809)</u>	<u>\$ -</u>	

**CITY OF MOBERLY, MISSOURI  
 BULLET PROOF VEST GRANT FUND  
 STATEMENT OF REVENUES COLLECTED,  
 EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Federal and state grants	\$ -	\$ -	\$ -	\$ -
Total Revenues Collected	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES PAID</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures Paid	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Interfund transfers in (out)				
General	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ -</u>
Fund Balance, beginning of year	<u>1,628</u>	<u>1,628</u>	<u>1,628</u>	
Fund Balance, end of year	<u>\$ 1,628</u>	<u>\$ 1,628</u>	<u>\$ 1,628</u>	

**CITY OF MOBERLY, MISSOURI  
CELL FRANCHISE FUND  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Franchise taxes	\$ -	\$ 570,000	\$ 553,463	\$ (16,537)
Total Revenues Collected	<u>-</u>	<u>570,000</u>	<u>553,463</u>	<u>(16,537)</u>
<b>EXPENDITURES PAID</b>				
Total Expenditures Paid	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>-</u>	<u>570,000</u>	<u>553,463</u>	<u>(16,537)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Interfund transfers in (out)				
General	<u>-</u>	<u>(570,000)</u>	<u>183,125</u>	<u>753,125</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>(570,000)</u>	<u>183,125</u>	<u>753,125</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>736,588</u>	<u>\$ 736,588</u>
Fund Balance, beginning of year	<u>50,618</u>	<u>50,618</u>	<u>50,618</u>	
Fund Balance, end of year	<u>\$ 50,618</u>	<u>\$ 50,618</u>	<u>\$ 787,206</u>	

**CITY OF MOBERLY, MISSOURI  
HISTORIC PRESERVATION FUND  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Federal and state grant	\$ 6,000	\$ 12,000	\$ 6,000	\$ (6,000)
Total Revenues Collected	<u>6,000</u>	<u>12,000</u>	<u>6,000</u>	<u>(6,000)</u>
<b>EXPENDITURES PAID</b>				
General government				
Contractual services	<u>6,000</u>	<u>12,000</u>	<u>6,000</u>	<u>6,000</u>
Total Expenditures Paid	<u>6,000</u>	<u>12,000</u>	<u>6,000</u>	<u>6,000</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Interfund transfers in (out)				
General	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ -</u>
Fund Balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	
Fund Balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	

**CITY OF MOBERLY, MISSOURI**  
**RBEG FUND**  
**STATEMENT OF REVENUES COLLECTED,**  
**EXPENDITURES PAID AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Federal and state grant	\$ -	\$ 200,000	\$ 75,000	\$ (125,000)
Miscellaneous	-	-	123,709	123,709
<b>Total Revenues Collected</b>	<u>-</u>	<u>200,000</u>	<u>198,709</u>	<u>(1,291)</u>
<b>EXPENDITURES PAID</b>				
Public Safety				
Contractual services	-	200,000	198,709	1,291
<b>Total Expenditures Paid</b>	<u>-</u>	<u>200,000</u>	<u>198,709</u>	<u>1,291</u>
<b>Excess (Deficit) of Revenues Collected over Expenditures Paid</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Interfund transfers in (out)				
2002 LLEBG Police Fund	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ -</u>
<b>Fund Balance, beginning of year</b>	<u>-</u>	<u>-</u>	<u>-</u>	
<b>Fund Balance, end of year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	

SUPPLEMENTARY INDIVIDUAL FUND  
FINANCIAL SCHEDULES

General Fund  
City Transportation Trust Fund  
Capital Improvement Trust Fund

This supplementary schedule is included to provide management additional information for financial analysis.

**CITY OF MOBERLY, MISSOURI  
GENERAL FUND  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
<b>Property Taxes</b>				
Real estate and personal	\$ 792,500	\$ 792,500	\$ 901,105	\$ 108,605
Intangible	<u>2,500</u>	<u>2,500</u>	<u>9,111</u>	<u>6,611</u>
Total Property Taxes	<u>795,000</u>	<u>795,000</u>	<u>910,216</u>	<u>115,216</u>
<b>Other Taxes</b>				
Sales	2,106,160	2,106,160	2,187,114	80,954
Franchise	1,603,000	1,603,000	2,014,313	411,313
Motor vehicle sales	175,000	175,000	187,092	12,092
Non-resident lodging	50,000	50,000	56,491	6,491
Cigarette	105,000	105,000	106,898	1,898
Other	<u>4,200</u>	<u>4,200</u>	<u>4,695</u>	<u>495</u>
Total Other Taxes	<u>4,043,360</u>	<u>4,043,360</u>	<u>4,556,603</u>	<u>513,243</u>
<b>Charges for Services</b>				
Rental of facilities and equipment	13,000	13,000	15,435	2,435
Grave openings	27,500	27,500	22,050	(5,450)
Weed mowing	1,500	1,500	3,300	1,800
Miscellaneous	<u>-</u>	<u>-</u>	<u>90</u>	<u>90</u>
Total Charges for Services	<u>42,000</u>	<u>42,000</u>	<u>40,875</u>	<u>(1,125)</u>
<b>Licenses, Permits and Fees</b>				
Merchants license and permits	225,758	225,758	249,625	23,867
Liquor license	16,000	16,000	17,698	1,698
Permits	64,300	64,300	49,784	(14,516)
Fees	<u>258,000</u>	<u>258,000</u>	<u>227,575</u>	<u>(30,425)</u>
Total Licenses, Permits and Fees	<u>564,058</u>	<u>564,058</u>	<u>544,682</u>	<u>(19,376)</u>
<b>Intergovernmental</b>				
Federal and state grants	<u>25,000</u>	<u>25,000</u>	<u>27,128</u>	<u>2,128</u>
Total Intergovernmental	<u>25,000</u>	<u>25,000</u>	<u>27,128</u>	<u>2,128</u>

**CITY OF MOBERLY, MISSOURI  
GENERAL FUND (CONT'D)  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES (cont'd)</b>				
<b>Interest</b>				
Interest	75,000	75,000	91,321	16,321
Total Interest	<u>75,000</u>	<u>75,000</u>	<u>91,321</u>	<u>16,321</u>
<b>Miscellaneous</b>				
Reimbursement	40,000	40,000	37,383	(2,617)
Miscellaneous	30,300	30,300	20,927	(9,373)
Total Miscellaneous	<u>70,300</u>	<u>70,300</u>	<u>58,310</u>	<u>(11,990)</u>
<b>Total Revenues Collected</b>	<u>5,614,718</u>	<u>5,614,718</u>	<u>6,229,135</u>	<u>614,417</u>
<b>EXPENDITURES PAID</b>				
<b>General Government</b>				
<b>Finance</b>				
Salaries and payroll taxes	111,196	111,196	111,172	24
Supplies and materials	8,450	8,450	3,262	5,188
Contractual services	4,000	4,000	3,267	733
Capital outlay	-	-	255,243	(255,243)
Miscellaneous	1,000	1,000	1,852	(852)
Total Finance	<u>124,646</u>	<u>124,646</u>	<u>374,796</u>	<u>(250,150)</u>
<b>Personnel and Municipal Court</b>				
Salaries and payroll taxes	191,746	191,746	50,386	141,360
Supplies and materials	38,375	38,375	27,764	10,611
Contractual services	18,785	18,785	15,180	3,605
Capital outlay	12,950	12,950	79,450	(66,500)
Miscellaneous	6,050	6,050	5,833	217
Total Personnel and Municipal Court	<u>267,906</u>	<u>267,906</u>	<u>178,613</u>	<u>89,293</u>

**CITY OF MOBERLY, MISSOURI  
GENERAL FUND (CONT'D)  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>EXPENDITURES PAID (cont'd)</b>				
<b>City Clerk</b>				
Salaries and payroll taxes	112,145	112,145	102,928	9,217
Supplies and materials	7,300	7,300	4,938	2,362
Contractual services	3,700	3,700	2,944	756
Miscellaneous	9,100	9,100	5,331	3,769
Total City Clerk	<u>132,245</u>	<u>132,245</u>	<u>116,141</u>	<u>16,104</u>
<b>City Manager</b>				
Salaries and payroll taxes	163,266	163,266	171,570	(8,304)
Supplies and materials	4,300	4,300	4,573	(273)
Contractual services	4,150	4,150	3,575	575
Capital outlay	4,000	4,000	25,713	(21,713)
Miscellaneous	6,100	6,100	7,269	(1,169)
Total City Manager	<u>181,816</u>	<u>181,816</u>	<u>212,700</u>	<u>(30,884)</u>
<b>City Hall</b>				
Supplies and materials	18,500	18,500	34,151	(15,651)
Contractual services	28,600	28,600	26,157	2,443
Capital outlay	21,700	21,700	30,745	(9,045)
Total City Hall	<u>68,800</u>	<u>68,800</u>	<u>91,053</u>	<u>(22,253)</u>
<b>Auditorium</b>				
Salaries and payroll taxes	36,735	36,735	37,159	(424)
Supplies and materials	21,150	21,150	25,116	(3,966)
Contractual services	4,000	4,000	9,470	(5,470)
Capital outlay	1,000	1,000	-	1,000
Miscellaneous	1,200	1,200	896	304
Total Auditorium	<u>64,085</u>	<u>64,085</u>	<u>72,641</u>	<u>(8,556)</u>

**CITY OF MOBERLY, MISSOURI  
GENERAL FUND (CONT'D)  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES PAID (cont'd)				
General Services				
Salaries and payroll taxes	47,983	47,983	45,827	2,156
Supplies and materials	197,000	197,000	161,408	35,592
Contractual services	249,900	249,900	220,322	29,578
Capital outlay	9,000	9,000	3,903	5,097
Miscellaneous	<u>72,800</u>	<u>72,800</u>	<u>231,690</u>	<u>(158,890)</u>
Total General Services	<u>576,683</u>	<u>576,683</u>	<u>663,150</u>	<u>(86,467)</u>
Legal Staff				
Contractual services	<u>42,500</u>	<u>42,500</u>	<u>48,122</u>	<u>(5,622)</u>
Total Legal Staff	<u>42,500</u>	<u>42,500</u>	<u>48,122</u>	<u>(5,622)</u>
Total General Government	<u>1,458,681</u>	<u>1,458,681</u>	<u>1,757,216</u>	<u>(298,535)</u>
Public Safety				
Police				
Salaries and payroll taxes	2,222,082	2,222,082	2,135,171	86,911
Supplies and materials	133,775	133,775	133,682	93
Contractual services	86,286	86,286	160,404	(74,118)
Capital outlay	115,060	115,060	110,885	4,175
Miscellaneous	<u>2,350</u>	<u>2,350</u>	<u>9,715</u>	<u>(7,365)</u>
Total Police	<u>2,559,553</u>	<u>2,559,553</u>	<u>2,549,857</u>	<u>9,696</u>

**CITY OF MOBERLY, MISSOURI  
GENERAL FUND (CONT'D)  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>EXPENDITURES PAID (cont'd)</b>				
<b>Fire and Emergency Management</b>				
Salaries and payroll taxes	1,111,313	1,111,313	1,095,273	16,040
Supplies and materials	48,600	48,600	45,887	2,713
Contractual services	48,450	48,450	25,369	23,081
Capital outlay	108,543	108,543	103,757	4,786
Miscellaneous	7,850	7,850	2,716	5,134
<b>Total Fire and Emergency Management</b>	<u>1,324,756</u>	<u>1,324,756</u>	<u>1,273,002</u>	<u>51,754</u>
<b>Cemetery</b>				
Salaries and payroll taxes	79,419	79,419	80,348	(929)
Supplies and materials	1,800	1,800	2,125	(325)
Contractual services	29,500	29,500	14,280	15,220
Capital outlay	10,000	10,000	4,256	5,744
Miscellaneous	50	50	-	50
<b>Total Cemetery</b>	<u>120,769</u>	<u>120,769</u>	<u>101,009</u>	<u>19,760</u>
<b>Total Public Safety</b>	<u>4,005,078</u>	<u>4,005,078</u>	<u>3,923,868</u>	<u>81,210</u>
<b>Economic and Community Development</b>				
Salaries and payroll taxes	261,109	261,109	257,323	3,786
Supplies and materials	14,450	14,450	14,241	209
Contractual services	57,650	57,650	16,166	41,484
Capital outlay	40,000	40,000	33,909	6,091
Miscellaneous	4,200	4,200	4,389	(189)
<b>Total Economic and Community Development</b>	<u>377,409</u>	<u>377,409</u>	<u>326,028</u>	<u>51,381</u>

**CITY OF MOBERLY, MISSOURI  
GENERAL FUND (CONT'D)  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES PAID (cont'd)				
Transportation				
Salaries and payroll taxes	647,375	647,375	660,433	(13,058)
Supplies and materials	72,575	72,575	97,760	(25,185)
Contractual services	53,200	53,200	82,019	(28,819)
Miscellaneous	19,200	19,200	10,668	8,532
Total Transportation	<u>792,350</u>	<u>792,350</u>	<u>850,880</u>	<u>(58,530)</u>
 TOTAL EXPENDITURES PAID	 <u>6,633,518</u>	 <u>6,633,518</u>	 <u>6,857,992</u>	 <u>(224,474)</u>
 Excess (Deficit) Revenues Collected Over Expenditures Paid and Other Financing Sources (Uses)	 <u>(1,018,800)</u>	 <u>(1,018,800)</u>	 <u>(628,857)</u>	 <u>389,943</u>
 OTHER FINANCING SOURCES (USES)				
Capital lease proceeds	-	-	255,243	255,243
Interfund transfers in (out)				
Use Tax Trust Fund	120,000	120,000	-	(120,000)
CWWSS Fund	234,937	234,937	193,099	(41,838)
Airport Operating Fund	(93,277)	(93,277)	(93,277)	-
Perpetual Care Interest Fund	(3,725)	(3,725)	(3,725)	-
Hwy 63 Waterline Relocation Fund	(12,960)	(12,960)	(15,525)	(2,565)
Cell Franchise Tax Fund	-	-	(183,125)	(183,125)
Solid Waste Fund	200,000	200,000	-	(200,000)
911 Fund	150,000	150,000	-	(150,000)
Street Improvement Fund	100,000	100,000	-	(100,000)
Total Other Financing Sources (Uses)	<u>694,975</u>	<u>244,975</u>	<u>152,690</u>	<u>(542,285)</u>

**CITY OF MOBERLY, MISSOURI  
GENERAL FUND (CONT'D)  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Excess (Deficit) Revenues Collected Over Expenditures Paid and Other Financing Sources (Uses)	(323,825)	(773,825)	(476,167)	\$ <u>(152,342)</u>
Fund Balance, beginning of year	<u>2,235,629</u>	<u>2,235,629</u>	<u>2,235,629</u>	
Fund Balance, end of year	<u>\$ 1,911,804</u>	<u>\$ 1,461,804</u>	<u>\$ 1,759,462</u>	

**CITY OF MOBERLY, MISSOURI  
CITY TRANSPORTATION TRUST FUND  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Other taxes	\$ 1,018,422	\$ 1,018,422	\$ 1,042,048	\$ 23,626
Federal and state grants	160,000	160,000	353	(159,647)
Interest income	25,000	25,000	58,802	33,802
Miscellaneous	-	-	96,501	96,501
Total Revenues Collected	<u>1,203,422</u>	<u>1,203,422</u>	<u>1,197,704</u>	<u>(5,718)</u>
<b>EXPENDITURES PAID</b>				
Transportation				
Contractual services	200,000	200,000	5,737	194,263
Capital outlay	1,239,250	1,239,250	1,292,233	(52,983)
Miscellaneous	750	750	125,647	(124,897)
Total Expenditures Paid	<u>1,440,000</u>	<u>1,440,000</u>	<u>1,423,617</u>	<u>16,383</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>(236,578)</u>	<u>(236,578)</u>	<u>(225,913)</u>	<u>10,665</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Interfund transfers in (out)				
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Financing Sources (Uses)	<u>(236,578)</u>	<u>(236,578)</u>	<u>(225,913)</u>	<u>\$ 10,665</u>
Fund Balance, beginning of year	<u>1,985,493</u>	<u>1,985,493</u>	<u>1,985,493</u>	
Fund Balance, end of year	<u>\$ 1,748,915</u>	<u>\$ 1,748,915</u>	<u>\$ 1,759,580</u>	

**CITY OF MOBERLY, MISSOURI  
CAPITAL IMPROVEMENT TRUST FUND  
STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES COLLECTED</b>				
Other taxes	\$ 1,018,422	\$ 1,018,422	\$ 1,041,646	\$ 23,224
Interest income	15,000	15,000	13,307	(1,693)
Miscellaneous	-	-	21,157	21,157
Total Revenues Collected	<u>1,033,422</u>	<u>1,033,422</u>	<u>1,076,110</u>	<u>42,688</u>
<b>EXPENDITURES PAID</b>				
General Government				
Supplies and materials	-	-	44,180	(44,180)
Repairs and maintenance	200,000	200,000	-	200,000
Contractual services	530,000	530,000	530	529,470
Miscellaneous	20,000	20,000	3,267	16,733
Total Expenditures Paid	<u>750,000</u>	<u>750,000</u>	<u>47,977</u>	<u>702,023</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid	<u>283,422</u>	<u>283,422</u>	<u>1,028,133</u>	<u>744,711</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Interfund transfers in (out)				
CWSS Fund	(495,300)	(495,300)	(591,720)	(96,420)
Total Other Financing Sources (Uses)	<u>(495,300)</u>	<u>(495,300)</u>	<u>(591,720)</u>	<u>(96,420)</u>
Excess (Deficit) of Revenues Collected over Expenditures Paid and Other Financing Sources (Uses)	(211,878)	(211,878)	436,413	<u>\$ 648,291</u>
Fund Balance, beginning of year	<u>688,159</u>	<u>688,159</u>	<u>688,159</u>	
Fund Balance, end of year	<u>\$ 476,281</u>	<u>\$ 476,281</u>	<u>\$ 1,124,572</u>	

## **COMPLIANCE AND INTERNAL CONTROL**



**Timothy M. Jeffries**

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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN  
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

City Manager and Members  
of the City Council  
City of Moberly, Missouri

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Moberly, Missouri (the "City"), as of and for the year ended June 30, 2008, which collectively comprise the City's basic financial statements and have issued our report thereon dated September 1, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the City's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the City's financial statements that is more than inconsequential will not be prevented or detected by the City's internal control.

To the extent this communication contains statements by a tax professional who is subject to the rules of professional conduct set forth in Circular 230, as promulgated by the United States Department of the Treasury, such professional hereby asserts that any U. S. federal tax advice was not intended or written to be used by any taxpayer for the purpose of avoiding penalties that may be imposed on the taxpayer by the Internal Revenue Service, and it cannot be used by any taxpayer for such purpose.

Member of the American Institute of Certified Public Accountants and the Missouri Society of Certified Public Accountants.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the City's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the City in a separate letter dated September 1, 2009.

This report is intended solely for the information and use of management, City Council, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Timothy M. Jeffries, CPA, PC

September 1, 2009



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**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE  
TO EACH MAJOR PROGRAM AND INTERNAL CONTROL  
OVER COMPLIANCE IN ACCORDANCE WITH *OMB CIRCULAR A-133***

City Manager and Members  
of the City Council  
City of Moberly, Missouri

Compliance

We have audited the compliance of the City of Moberly, Missouri with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2008. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the City's compliance with those requirements.

To the extent this communication contains statements by a tax professional who is subject to the rules of professional conduct set forth in Circular 230, as promulgated by the United States Department of the Treasury, such professional hereby asserts that any U. S. federal tax advice was not intended or written to be used by any taxpayer for the purpose of avoiding penalties that may be imposed on the taxpayer by the Internal Revenue Service, and it cannot be used by any taxpayer for such purpose.

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In our opinion, the City of Moberly, Missouri complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2008-A.

### Internal Control Over Compliance

The management of the City of Moberly, Missouri is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, City Council, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Timothy M. Jeffries, CPA, PC

September 1, 2009

**CITY OF MOBERLY, MISSOURI**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2008**

Grantor Agency	Program Title	CFDA Number	Grant Number	Expenditures
<b>U.S. Department of Justice</b>				
Passed through the Missouri Department of Public Safety	Local Law Enforcement Block Grant	16.738	2007-LBGJ-501	\$ 9,000
Direct funding	Secure Our Schools	16.710	2006CKWX0647	22,427
	Secure Our Schools	16.710	2007CKWX0151	18,309
<b>U.S. Department of Housing and Urban Development</b>				
Passed through the Missouri Department of Economic Development	Community Development Block Grant	14.228	2001-ND-08	24,920
<b>U.S. Department of Transportation</b>				
Passed through the Missouri Department of Transportation	Airport Improvement Program	20.106	AIRE 025-34A	109,616
	Surface Transportation Program	20.205	STP 4500(203)	7,775
	Surface Transportation Program	20.205	STP 4500(204)	27,527
<b>Environmental Protection Agency</b>				
Passed through the Missouri Department of Natural Resources	Capitalization Grants for State Revolving Funds	66.458	C295178-03 Series 2006A	1,339,543
	Capitalization Grants for State Revolving Funds	66.468	DW291158-02 Series 2004C	156,072
<b>U.S. Department of Interior</b>				
Passed through the Missouri Department of Natural Resources	Historic Preservation Fund Grant	15.904	29-06-21528-608	6,000
<b>U.S. Department of Interior</b>	Rural Business Enterprise Grant	10.769	29-088-436002348	<u>75,000</u>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>				<u>\$ 1,796,189</u>

**CITY OF MOBERLY, MISSOURI  
NOTES TO THE SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2008**

1. Summary of Significant Accounting Policies

A. Purpose of Schedule of Reporting Entity

The accompanying Schedule of Expenditures of Federal Awards has been prepared to comply with the requirements of OMB Circular A-133. This circular requires a schedule that provides total federal awards expended for each federal program and the Catalog of Federal Domestic Assistance (CFDA) number or other identifying number when the CFDA information is not available.

The schedule includes all federal awards administered by City of Moberly, Missouri.

B. Basis of Presentation

OMB Circular A-133 includes these definitions, which govern the contents of the schedule:

*Federal financial assistance* means assistance that non-Federal entities receive or administer in the form of grants, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food, commodities, direct appropriations, and other assistance, but does not include amounts received as reimbursement for services rendered to individuals.

*Federal award* means Federal financial assistance and Federal cost-reimbursement contracts that non-Federal entities receive directly from Federal awarding agencies or indirectly from pass-through entities. It does not include procurement contracts, under-grants or contracts, used to buy goods or services from vendors.

Accordingly, the schedule includes expenditures of both cash and noncash awards.

C. Basis of Accounting

The schedule is presented on the cash basis of accounting, which recognizes amounts only when disbursed in cash.

2. Subrecipients

The City provided no federal awards to subrecipients during the year ended June 30, 2008.

**CITY OF MOBERLY, MISSOURI  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 AND SUMMARY OF AUDITOR'S RESULTS  
 JUNE 30, 2008**

Section I: Summary of Auditor's Results

*Financial Statements*

Type of auditor's report issued: unqualified

Internal control over financial reporting:

Material weakness(es) identified?  Yes  No

Significant deficiency(ies) identified that are not considered to be material weaknesses?  Yes  No

Noncompliance material to financial statement noted?  Yes  No

*Federal Awards*

Internal control over major programs:

Material weakness(es) identified?  Yes  No

Significant deficiency(ies) identified that are not considered to be material weaknesses?  Yes  None reported

Type of auditor's reports issued on compliance for major programs: unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?  Yes  No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
66.458	Capitalization Grants for State Revolving Funds
66.468	Capitalization Grants for State Revolving Funds
20.106	Airport Improvement Program

**CITY OF MOBERLY, MISSOURI  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
AND SUMMARY OF AUDITOR'S RESULTS (CONTINUED)  
JUNE 30, 2008**

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee?            \_\_\_\_\_ yes      X   no

Section II: Financial Statement Findings

None

Section III: Federal Award Findings and Questioned Costs

2008-A    -            Capitalization Grants

Condition:            Audit report not completed within nine months.

Criteria:              OMB Circular A-133 requires audits to be submitted within nine months of fiscal year end.

Effect:                Possible cut of federal funds.

Questioned Cost:    Unknown

Cause:                 Oversight of requirements.

Recommendation:   We recommend City follow guidelines and have audit performed within nine months.

Resolution:           Implementation of new accounting software package was the proximate cause of delays. Software implementation completed in early 2009 and audits will now return to regular time schedule.