

2023

Annual Comprehensive Financial Report for the City of Warrenton, Missouri



**Fiscal Year End
June 30, 2023**

www.warrenton-mo.org



CITY OF WARRENTON, MISSOURI

***ANNUAL COMPREHENSIVE
FINANCIAL REPORT
YEAR ENDED JUNE 30, 2023***

Prepared By: Finance Department

CITY OF WARRENTON, MISSOURI

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CITY OF WARRENTON, MISSOURI

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INTRODUCTORY SECTION

CITY OF WARRENTON, MISSOURI
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2023

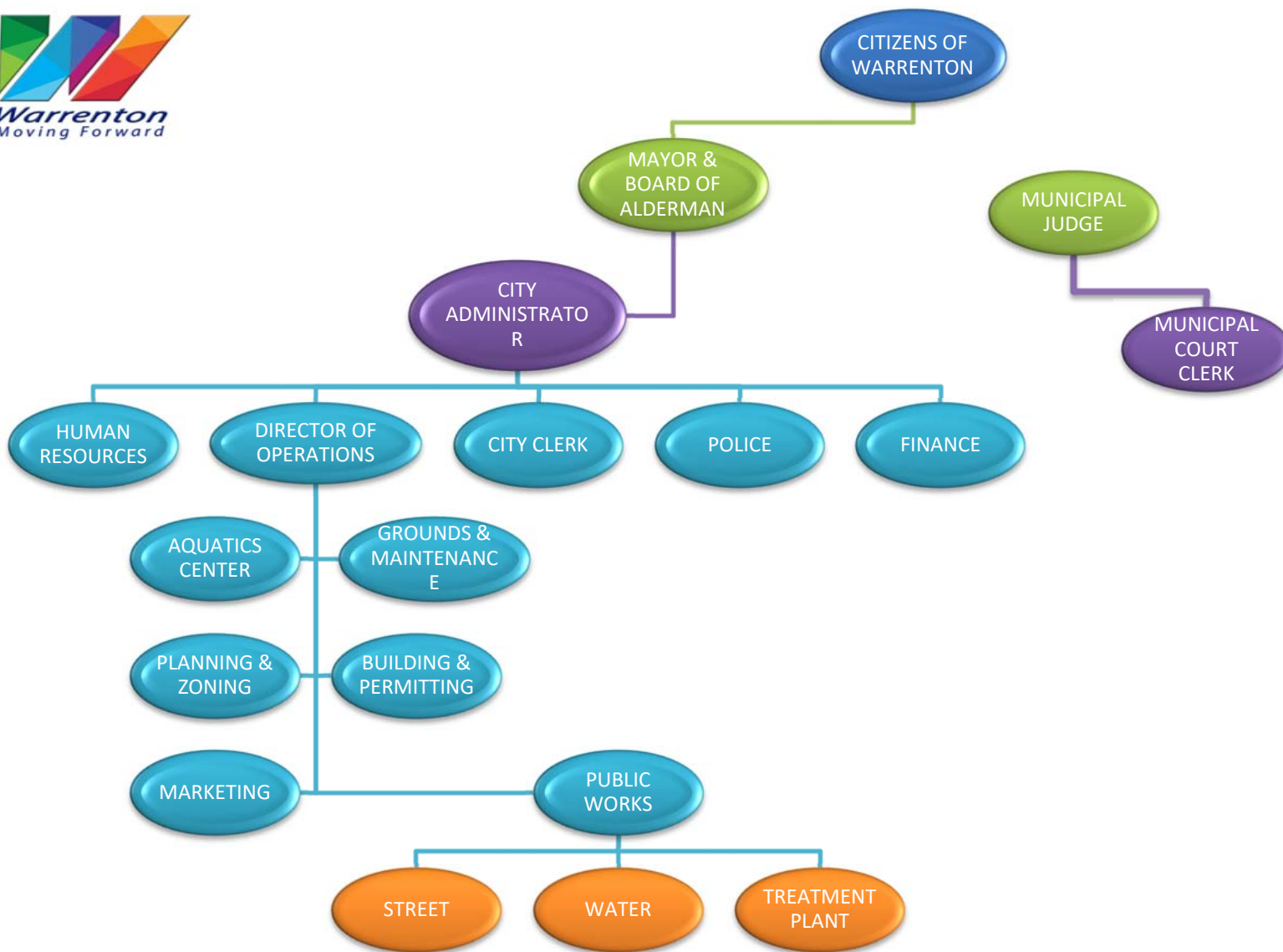
MAYOR
Eric Schleuter

ALDERMAN
Larry Corder
Jack Crump
Steven Cullom
Scott Schulze
Roger Romaker
Gary Miller

CITY ADMINISTRATOR
Brandie Walters

FINANCE OFFICER
Dana Belaska

ORGANIZATION CHART





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Warrenton
Missouri**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO



City of Warrenton

200 West Booneslick Warrenton, MO 63383

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

www.warrenton-mo.org

January 23, 2024

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

The Annual Comprehensive Financial Report (ACFR) of the City of Warrenton, Missouri (the City) for the fiscal year ended June 30, 2023, is hereby submitted. Responsibility for both the accuracy and the completeness rests with the City. To the best knowledge and belief of management, the data is accurate in all material respects and is reported in a manner designed to fairly present the financial position and results of operations of the various funds and account groups of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included. An independent audit has been completed on the financial statements and disclosures; the auditor's report on the financial statements has also been included.

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

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

PROFILE OF THE CITY

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

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

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

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

Additional information is available on the City's website at www.Warrenton-mo.org.

FACTORS AFFECTING FINANCIAL CONDITION

Local Economy. The City of Warrenton was impacted by the global pandemic. Despite changes in daily lives, the finances of the City remain stable. Sales taxes are increasing and continue to represent a large portion of City revenue. Meanwhile property taxes have maintained slow, steady growth. Parks and recreation along with court activities decreased in recent years but are starting to return to normal.

Residential growth includes two 200-unit multifamily developments along with new single family, improvements and rebuilds. The commercial landscape in the City remains positive as well. There is continued growth in the TIF incentivized redevelopment at the Shoppes at Warrenton, including the new Rural King farm and home store. Scooters Coffee shop opened in September 2022. Other newly constructed commercial in the next year will include a new 39,000 square foot Tractor Supply, 4,500 square foot Farm & Home insurance office, SSM medical building 15,000 square feet, and a 2.81-acre site for The Fueler gas station with restaurant and car wash.

Long-Term Financial Planning. Long term financial planning by the board and staff is reviewed annually as a part of the budget process. The City issued debt of \$5.3 million in 2021 to expand a sewer interceptor to the north quadrant of the City and improvements to the wastewater treatment plant. This will allow for development in this quadrant.

Additional dedicated sales tax, approved by the voters, funded a second interchange on highway I-70. Completion of this project in 2018 and TIF incentives has spurred development in the area. Rural King is a key anchor store to the area and the retail center has increased occupied spaces. Sales tax above the planned amount has allowed the City to pay down the debt by \$5.5 million above scheduled payments in the first six years and anticipates another \$2 million pay down in the next fiscal year.

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

SIGNIFICANT EVENTS AND ACCOMPLISHMENTS

During the 2023 fiscal year, the City continued several significant projects that reflect many years of work and continue to look forward toward the next set of projects

Construction has been completed on the \$2.8 million cost sharing project with MODOT for sidewalks on North Hwy 47. Allowing for safe pedestrian traffic along a dangerous roadway, with residential developments, to stores and restaurants.

Construction has been on the interceptor to the north. Improvements to the UV system at the wastewater treatment plant will be completed early in the next fiscal year. \$5.3 million in bonds were issued in July 2021 for construction of these projects.

The Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2022, was the City's second awarded Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting. This prestigious award recognizes conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized ACFR in addition to satisfying both generally accepted accounting principles and applicable legal requirements.

FINANCIAL INFORMATION

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

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

ACKNOWLEDGMENTS

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

In addition, none of this could be accomplished without the leadership of the Mayor, Board of Aldermen and City Administrator who remain committed to a just, transparent, and responsible City government for the citizens of Warrenton who have made this document a priority toward fulfilling these goals.

Respectfully submitted,

A handwritten signature in blue ink that reads "Dana Belaska". The signature is fluid and cursive, with the first name "Dana" and last name "Belaska" clearly distinguishable.

Dana Belaska
Finance Officer

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT



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

Opinions

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Warrenton, Missouri, as of and for the year ended June 30, 2023 and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Warrenton, Missouri, as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of City of Warrenton, Missouri, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirement related to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibility of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about City of Warrenton, Missouri's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override internal controls. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risk of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the combined financial statements.
- Obtain and understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of City of Warrenton, Missouri's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about City of Warrenton, Missouri's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

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

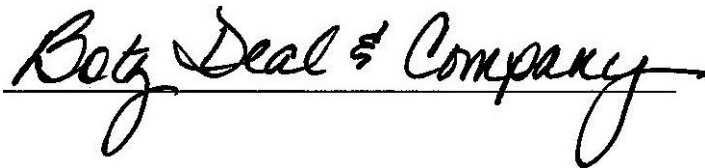
Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the City of Warrenton, Missouri's basic financial statements. The combining balance sheet - nonmajor funds, combining statement of revenue, expenditures and changes in fund balances - nonmajor funds, budgetary comparison schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical section but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basis financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

A handwritten signature in black ink that reads "Botz Deal & Company". The signature is written in a cursive, flowing style and is positioned above a horizontal line.

St. Charles, Missouri
January 23, 2024

**CITY OF WARRENTON, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023**

The discussion and analysis of the City of Warrenton's financial performance provides an overview and analysis of the City's financial activities for the fiscal year ended June 30, 2023. It should be read in conjunction with the accompanying basic financial statement.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of the City of Warrenton exceeded its liabilities and deferred inflows at the close of the fiscal year ending June 30, 2023 by \$35,180,617 (net position), an increase of \$6,051,375 in comparison with the prior year.
- At the close of the fiscal year, the City of Warrenton's governmental activities reported ending net position of \$12,579,550, an increase of \$4,891,742 in comparison with the prior year.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$1,442,794.
- In the current fiscal year, the City separated the Transportation Sales Tax into a separate fund from the General Fund. The Transportation Fund ended the fiscal year with a \$2,476,708 fund balance.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-wide financial statements

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

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

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

REPORTING THE CITY'S MOST SIGNIFICANT FUNDS

Fund Financial Statements

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

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

The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. By comparing information presented for governmental funds with similar information presented for governmental activities in the government-wide statements, readers may better understand the long-term effect of the government's near-term financing decisions. The relationships or differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds are detailed in a reconciliation following the fund financial statements.

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

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

Notes to the Financial Statements and Other Information

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

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

THE CITY AS A WHOLE

Government-wide Financial Analysis

The City's combined net position was \$35,180,617 as of June 30, 2023. This analysis focuses on the net position and changes in revenues and significant expenses of the City's governmental and business-type activities.

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

	Governmental Activities		
	<u>2023</u>	<u>2022</u>	<u>Variance</u>
Current and other assets	\$ 10,744,222	\$ 10,347,290	\$ 396,932
Capital assets	<u>21,167,655</u>	<u>20,030,854</u>	<u>1,136,801</u>
Total assets	<u>31,911,877</u>	<u>30,378,144</u>	<u>1,533,733</u>
Total deferred outflows of resources	<u>300,824</u>	<u>280,337</u>	<u>20,487</u>
Current and other liabilities	2,016,791	1,593,789	423,002
Long-term liabilities	<u>17,459,949</u>	<u>21,044,084</u>	<u>(3,584,135)</u>
Total liabilities	<u>19,476,740</u>	<u>22,637,873</u>	<u>(3,161,133)</u>
Total deferred inflows of resources	<u>156,411</u>	<u>332,800</u>	<u>(176,389)</u>
Net position:			
Net investment in capital assets	16,090,087	13,972,283	2,117,804
Restricted	7,076,032	4,085,828	2,990,204
Unrestricted	<u>(10,586,569)</u>	<u>(10,370,303)</u>	<u>(216,266)</u>
Total net position	<u>\$ 12,579,550</u>	<u>\$ 7,687,808</u>	<u>\$ 4,891,742</u>

Business-type Activities

	2023	2022	Variance
Current and other assets	\$ 7,534,714	\$ 9,371,201	\$ (1,836,487)
Capital assets	28,510,746	27,437,169	1,073,577
Total assets	<u>36,045,460</u>	<u>36,808,370</u>	<u>(762,910)</u>
Total deferred outflows of resources	<u>72,061</u>	<u>66,421</u>	<u>5,640</u>
Current and other liabilities	369,072	1,518,388	(1,149,316)
Long-term liabilities	13,113,342	13,832,983	(719,641)
Total liabilities	<u>13,482,414</u>	<u>15,351,371</u>	<u>(1,868,957)</u>
Total deferred inflows of resources	<u>34,040</u>	<u>81,986</u>	<u>(47,946)</u>
Net position:			
Net investment in capital assets	16,656,136	14,641,938	2,014,198
Restricted	854,240	1,005,564	(151,324)
Unrestricted	5,090,691	5,793,932	(703,241)
Total net position	<u>\$ 22,601,067</u>	<u>\$ 21,441,434</u>	<u>\$ 1,159,633</u>

Total Governmental and Business-type Activities

	2023	2022	Variance
Current and other assets	\$ 18,278,936	\$ 19,718,491	\$ (1,439,555)
Capital assets	49,678,401	47,468,023	2,210,378
Total assets	<u>67,957,337</u>	<u>67,186,514</u>	<u>770,823</u>
Total deferred outflows of resources	<u>372,885</u>	<u>346,758</u>	<u>26,127</u>
Current and other liabilities	2,385,863	3,112,177	(726,314)
Long-term liabilities	30,573,291	34,877,067	(4,303,776)
Total liabilities	<u>32,959,154</u>	<u>37,989,244</u>	<u>(5,030,090)</u>
Total deferred inflows of resources	<u>190,451</u>	<u>414,786</u>	<u>(224,335)</u>
Net position:			
Net investment in capital assets	32,746,223	28,614,221	4,132,002
Restricted	7,930,272	5,091,392	2,838,880
Unrestricted	(5,495,878)	(4,576,371)	(919,507)
Total net position	<u>\$ 35,180,617</u>	<u>\$ 29,129,242</u>	<u>\$ 6,051,375</u>

Governmental and business-type activities increased the City's net position by \$6,051,375. The key elements of this decrease are as follows:

Governmental Activities

	<u>2023</u>	<u>2022</u>	<u>Variance</u>
Revenues:			
Program revenues:			
Charges for service	\$ 1,283,545	\$ 1,027,538	\$ 256,007
Grants and contributions	2,209,274	1,346,024	863,250
General revenues:			
Taxes	8,289,992	8,176,488	113,504
Interest income	232,846	19,714	213,132
Miscellaneous	309,103	285,399	23,704
Total revenues	<u>12,324,760</u>	<u>10,855,163</u>	<u>1,469,597</u>
Expenses:			
Administration	1,767,206	1,369,251	397,955
Police and Court	2,614,606	2,576,485	38,121
Street department	761,925	893,353	(131,428)
Culture and recreation	1,825,155	1,581,938	243,217
Planning and development	458,543	6,435,171	(5,976,628)
Interest and fiscal charges	542,583	673,798	(131,215)
Total expenses	<u>7,970,018</u>	<u>13,529,996</u>	<u>(5,559,978)</u>
Increase (decrease) in net position			
before transfers	4,354,742	(2,674,833)	7,029,575
Transfers	537,000	530,000	7,000
Change in net position	4,891,742	(2,144,833)	7,036,575
Net position, beginning of year	7,687,808	9,832,641	(2,144,833)
Net position, end of year	<u>\$ 12,579,550</u>	<u>\$ 7,687,808</u>	<u>\$ 4,891,742</u>

Charges for services increased \$256,007 in 2023 compared to 2022. A majority of the increase is in trash services revenue due to twelve months under the new hauler contract versus six in the last fiscal year, price changes for year two, and additional households billed. Grants increased \$863,250 due to the dedication of streets and sidewalks to the City of approximately \$1.3 million. Taxes were relatively flat in fiscal 2023 compared to 2022. Interest income increased \$213,132 in 2023 compared to 2022 due to a significant increase in interest rates.

Generally, the most significant governmental expense for the City is the police and court function. Of the total police and court expense, approximately \$2 million was incurred for salary and benefits. The increase in the Administration function was mainly due to the increase in trash service fees, this is passed on to the users of trash services. The increase in culture and recreation is mainly due an increase in wages and benefits. Planning and development expenses decreased \$5,976,628 due to a \$6 million payment to the developer in the RPA1 TIF District in fiscal 2022. The payment was funded by TIF Bonds issued by the City, which can only be paid back by special taxes assessed within the TIF District.

Business-type Activities

	<u>2023</u>	<u>2022</u>	<u>Variance</u>
Revenues:			
Program revenues:			
Charges for service	\$ 4,513,739	\$ 4,547,445	\$ (33,706)
Capital contributions	764,882	-	764,882
General revenues:			
Interest income	183,589	13,871	169,718
Miscellaneous	<u>2,582</u>	<u>17,690</u>	<u>(15,108)</u>
Total revenues	<u>5,464,792</u>	<u>4,579,006</u>	<u>885,786</u>
Expenses:			
Water and sewer operations	<u>3,768,159</u>	<u>3,403,912</u>	<u>364,247</u>
Increase (decrease) in net position			
before transfers	1,696,633	1,175,094	521,539
Transfers/Capital Contributions	<u>(537,000)</u>	<u>(530,000)</u>	<u>(7,000)</u>
Change in net position	1,159,633	645,094	514,539
Net position, beginning of year	<u>21,441,434</u>	<u>20,796,340</u>	<u>645,094</u>
Net position, end of year	<u>\$ 22,601,067</u>	<u>\$ 21,441,434</u>	<u>\$ 1,159,633</u>

Charges for service of the City's business-type activities decreased \$33,706 or 0.7%. Infrastructure was dedicated to the City totaling \$764,882. Expenses for the City's business-type activities increased \$364,247 or 10.7%. The increase was due to several factors, additional depreciation because of large projects being completed and going into service during the year and engineering costs to evaluate the system.

Total Governmental and Business-type Activities

	<u>2023</u>	<u>2022</u>	<u>Variance</u>
Revenues:			
Program revenues:			
Charges for service	\$ 5,797,284	\$ 5,574,983	\$ 222,301
Grants and contributions	2,974,156	1,346,024	1,628,132
General revenues:			
Taxes	8,289,992	8,176,488	113,504
Interest income	416,435	33,585	382,850
Miscellaneous	311,685	303,089	8,596
Total revenues	<u>17,789,552</u>	<u>15,434,169</u>	<u>2,355,383</u>
Expenses:			
Administration	1,767,206	1,369,251	397,955
Police and Court	2,614,606	2,576,485	38,121
Street department	761,925	893,353	(131,428)
Culture and recreation	1,825,155	1,581,938	243,217
Planning and development	458,543	6,435,171	(5,976,628)
Water and sewer service	3,768,159	3,403,912	364,247
Interest and fiscal charges	542,583	673,798	(131,215)
Total expenses	<u>11,738,177</u>	<u>16,933,908</u>	<u>(5,195,731)</u>
Change in net position	6,051,375	(1,499,739)	7,551,114
Net position, beginning of year	<u>29,129,242</u>	<u>30,628,981</u>	<u>(1,499,739)</u>
Net position, end of year	<u>\$ 35,180,617</u>	<u>\$ 29,129,242</u>	<u>\$ 6,051,375</u>

The following table presents the amount of governmental funds revenue from various sources on the modified accrual basis of accounting.

Governmental Funds

	<u>2023</u>	<u>2022</u>	<u>Variance</u>
Taxes	\$ 8,556,937	\$ 8,426,310	\$ 130,627
Intergovernmental	911,001	1,346,024	(435,023)
Charges for services	927,123	773,005	154,118
Licenses and permits	198,190	100,820	97,370
Fines and forfeitures	158,232	153,713	4,519
Investment income	232,846	19,714	213,132
Lot sales	20,816	18,881	1,935
Miscellaneous	22,576	30,717	(8,141)
Total revenues	<u>\$ 11,027,721</u>	<u>\$ 10,869,184</u>	<u>\$ 158,537</u>

Charges for services increased \$154,118 in 2023 compared to 2022. Charges were up due to an increase in trash service costs that were passed on to customers. Taxes were up about 1.5% in 2023 compared to 2022. Several tax sources saw small increases in 2023 compared to 2022. Intergovernmental revenue decreased \$435,023 due to a decrease in grant funds received in 2023. Interest income increased due to an increase in overall interest rates.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of the fiscal year 2023, the City had a net investment of \$49,678,401 in a broad range of capital assets, net of depreciation, including equipment, buildings, park facilities, roads, and water and sewer lines. This amount represents a net increase (including additions, deductions and depreciation) of \$2,210,378 or 4.7% compared to the prior fiscal year.

Governmental Activities

	<u>2023</u>	<u>2022</u>	<u>Variance</u>
Land	\$ 2,673,984	\$ 2,673,984	\$ -
Construction in progress	320,013	2,523,845	(2,203,832)
Buildings	9,765,991	10,009,934	(243,943)
Building improvements	904,056	712,257	191,799
Land improvements	2,145,893	2,145,893	-
Equipment	2,324,838	2,532,094	(207,256)
Infrastructure	<u>13,108,870</u>	<u>9,315,462</u>	<u>3,793,408</u>
Total	<u>\$ 31,243,645</u>	<u>\$ 29,913,469</u>	<u>\$ 1,330,176</u>

Business-type Activities

	<u>2023</u>	<u>2022</u>	<u>Variance</u>
Land	\$ 658,549	\$ 658,549	\$ -
Construction in progress	1,564,436	4,897,328	(3,332,892)
Buildings	8,283,142	8,277,295	5,847
Building improvements	7,040,783	7,032,797	7,986
Land improvements	157,619	157,619	-
Equipment	3,061,538	2,382,114	679,424
Infrastructure	<u>25,338,849</u>	<u>20,353,939</u>	<u>4,984,910</u>
Total	<u>\$ 46,104,916</u>	<u>\$ 43,759,641</u>	<u>\$ 2,345,275</u>

Governmental and Business-type Activities

	2023	2022	Variance
Land	\$ 3,332,533	\$ 3,332,533	\$ -
Construction in progress	1,884,449	7,421,173	(5,536,724)
Buildings	18,049,133	18,287,229	(238,096)
Building improvements	7,944,839	7,745,054	199,785
Land improvements	2,303,512	2,303,512	-
Equipment	5,386,376	4,914,208	472,168
Infrastructure	38,447,719	29,669,401	8,778,318
Total	<u>\$ 77,348,561</u>	<u>\$ 73,673,110</u>	<u>\$ 3,675,451</u>

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

DEBT

At year-end, the City had \$28,713,457 in outstanding debt compared to \$33,246,913 at the end of the prior fiscal year.

Governmental Activities

	2023	2022	Variance
MTFC Loans	\$ 6,413,457	\$ 9,417,913	\$ (3,004,456)
General Obligation Bonds	5,025,000	5,310,000	(285,000)
TIF Bonds	4,920,000	5,345,000	(425,000)
Neighborhood Improvement District Bonds	-	44,000	(44,000)
Total Governmental Activities	<u>\$ 16,358,457</u>	<u>\$ 20,116,913</u>	<u>\$ (3,758,456)</u>

Business-type Activities

	2023	2022	Variance
Waterworks and Sewerage System			
Revenue Bonds	\$ 12,355,000	\$ 12,840,000	\$ (485,000)
Waterworks and Sewerage System			
Refunding Revenue Bonds	-	70,000	(70,000)
Water Pollution Control and Drinking			
Water Revenue bonds	-	220,000	(220,000)
Total Business-type Activities	<u>\$ 12,355,000</u>	<u>\$ 13,130,000</u>	<u>\$ (775,000)</u>

During the year, the City made principal and interest payments totaling approximately \$4.4 million on debt relating to governmental activities. These payments reduced outstanding debt by approximately \$3.8 million. The City also made principal and interest payments of approximately \$1.2 million relating to water and sewer functions. These payments reduced outstanding debt in the business type activities by \$775,000.

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

THE CITY'S FUNDS

At the close of the City's fiscal year on June 30, 2023, the governmental funds of the City reported a combined fund balance of \$8,625,830. This ending balance includes an decrease in fund balance of \$78,066 in the City's governmental funds.

The City's General Fund revenues decreased by \$1,110,279 or 16.6% when compared to the prior year. The primary contributor to the decrease was the moving of the Transportation Sales Tax to a separate fund.

The fund balance in the Interchange Fund decreased \$676,834 to \$2,814,385. This fund primarily collects funds to pay the debt service on the loan which was used to construct the new interchange in the City.

The City, created the Transportation Fund in fiscal 2023 to better track the use of the City's Transportation Sales Tax and insure compliance with the restrictions governing its use.

General Fund Budgetary Highlights

For fiscal year 2023, actual expenditures in the General Fund were \$6,398,900 compared to the budget amount of \$7,779,418. The positive variance was mainly the result of the City not expending all the funds budgeted for capital outlays. The City made adjustments to the budget for unexpected budget items.

For fiscal year 2023, actual revenues were \$5,563,114 as compared to the budget amount of \$5,664,823. The budget was amended to adjust for an increase in sales taxes.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The 2023 six month fiscal budget is the culmination of extensive review of operational expenses and capital needs by Department Head staff, significant analysis by Finance Office staff, overall analysis and review by the City Administrator and Director of Operations, and final review by elected officials. The total combined budget appropriation is \$16,227,352 for all funds which includes approximately \$9,616,723 in capital improvements.

The General Fund's most significant revenue source is sales tax. The City's portion of the sales tax rate is 2.75%. sales tax revenue for fiscal year 2023-2023 is budgeted at \$3,329,277 which includes \$1,169,000 generated by the two sales taxes to be used specifically for payment of the debt on the new I-70 interchange. Of the sales tax projection \$279,250 is budgeted in the Capital Sales Tax Fund. The property tax rate for 2023 is \$0.4592 per \$100 valuation. Of this tax rate, 63% or \$0.2877 is utilized for General Fund activities. The remaining 37% or \$0.1715 is used for the Park Fund. The General Fund's portion of property tax revenue for fiscal year 2023 is estimated to be \$354,681.

The largest revenue source for the Water and Sewer Fund is sewer charges, estimated at \$1,609,249. The City's residential rate for fiscal year 2023 is \$5.07 per 1,000 gallons over the 1,000 minimum billing. The second largest revenue source for the Water and Sewer Fund is water charges, estimated at \$846,402 based on a fiscal year 2023 rate of \$5.52 per 1,000 gallons over the 1,000 minimum billing. This is a 4% increase in rates for water and a 9% increase for sewer with no additional increase anticipated in the next fiscal year.

Residential growth includes two 200-unit multifamily developments and other single family homes. New commercial includes a Scooters Coffee shop opened in September 2022. Other new commercial in the next year will include a new Tractor Supply, Farmers insurance office, SSM medical building, and a 2.81-acre site for The Fueler gas station with restaurant and car wash.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

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

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

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

CITY OF WARRENTON, MISSOURI**STATEMENT OF NET POSITION**

JUNE 30, 2023

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	\$ 7,893,915	\$ 5,177,263	\$ 13,071,178
Taxes receivable:			
Property	30,068	-	30,068
Other	1,509,803	-	1,509,803
Special assessments receivable	909	-	909
Accounts receivable (net of allowance for doubtful accounts of \$109,666)	36,609	661,205	697,814
Due (to) from other funds	44,389	(44,389)	-
Prepaid expenses	70,584	2,250	72,834
Inventory	20,571	12,789	33,360
Investment in land	196,350	-	196,350
Restricted assets:			
Cash and investments	941,024	1,725,596	2,666,620
Capital assets - net			
Nondepreciable	2,993,997	2,222,985	5,216,982
Depreciable	18,173,658	26,287,761	44,461,419
TOTAL ASSETS	<u>31,911,877</u>	<u>36,045,460</u>	<u>67,957,337</u>
DEFERRED OUTFLOWS			
Deferred outflow related to pension	<u>300,824</u>	<u>72,061</u>	<u>372,885</u>
LIABILITIES			
Accounts payable	357,571	121,978	479,549
Accrued wages	141,039	28,295	169,334
Accrued interest payable	119,576	-	119,576
Accrued and withheld items	38,969	-	38,969
Unearned revenue	1,303,675	-	1,303,675
Deposits payable	55,961	218,799	274,760
Noncurrent liabilities:			
Due in one year - debt and compensated absences	1,740,155	63,478	1,803,633
Due in more than one year:			
Debt and compensated absences	14,828,787	12,814,649	27,643,436
Net pension liability	891,007	235,215	1,126,222
TOTAL LIABILITIES	<u>19,476,740</u>	<u>13,482,414</u>	<u>32,959,154</u>
DEFERRED INFLOWS			
Deferred inflow related to pension	<u>156,411</u>	<u>34,040</u>	<u>190,451</u>
NET POSITION			
Net investment in capital assets	16,090,087	16,656,136	32,746,223
Restricted for:			
Capital improvements	1,081,482	-	1,081,482
Debt service	5,517,958	86,402	5,604,360
Cemetery maintenance	22,211	-	22,211
Park	454,381	-	454,381
Reserve	-	767,838	767,838
Unrestricted	(10,586,569)	5,090,691	(5,495,878)
TOTAL NET POSITION	<u>\$ 12,579,550</u>	<u>\$ 22,601,067</u>	<u>\$ 35,180,617</u>

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

CITY OF WARRENTON, MISSOURI

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

Functions/Programs	Expenses	Program Revenue			Net (Expense) Revenue and Change in Net Position		
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities							
Administrative	\$ 1,767,206	\$ 618,420	\$ 406,843	\$ -	\$ (741,943)	\$ -	\$ (741,943)
Police and court	2,614,606	226,283	83,154	-	(2,305,169)	-	(2,305,169)
Street department	761,925	198,190	-	1,716,878	1,153,143	-	1,153,143
Culture and recreation	1,825,155	193,436	2,399	-	(1,629,320)	-	(1,629,320)
Planning and development	458,543	47,216	-	-	(411,327)	-	(411,327)
Interest and fiscal charges	542,583	-	-	-	(542,583)	-	(542,583)
TOTAL GOVERNMENTAL ACTIVITIES	7,970,018	1,283,545	492,396	1,716,878	(4,477,199)	-	(4,477,199)
Business-type Activities							
Water and Sewer	3,768,159	4,513,739	-	764,882	-	1,510,462	1,510,462
TOTAL PRIMARY GOVERNMENT	\$ 11,738,177	\$ 5,797,284	\$ 492,396	\$ 2,481,760	(4,477,199)	1,510,462	(2,966,737)
General revenues:							
Taxes:							
Sales					6,848,506	-	6,848,506
Franchise					673,287	-	673,287
Property					768,199	-	768,199
Interest income					232,846	183,589	416,435
Other miscellaneous revenue					309,103	2,582	311,685
Interfund transfers					537,000	(537,000)	-
TOTAL GENERAL REVENUES AND TRANSFERS					9,368,941	(350,829)	9,018,112
CHANGE IN NET POSITION					4,891,742	1,159,633	6,051,375
NET POSITION - BEGINNING OF YEAR					7,687,808	21,441,434	29,129,242
NET POSITION - END OF YEAR					\$ 12,579,550	\$ 22,601,067	\$ 35,180,617

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

CITY OF WARRENTON, MISSOURI
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2023

	General Fund	Interchange Fund	Transportation Fund	Other Nonmajor Funds	Total
ASSETS AND OTHER DEBITS					
Cash and investments	\$ 2,491,967	\$ 1,706,810	\$ 2,459,930	\$ 1,235,208	\$ 7,893,915
Taxes receivable:					
Property	18,943	-	-	11,125	30,068
Other	564,116	438,385	224,970	282,332	1,509,803
Accounts receivable	36,579	-	-	30	36,609
Special assessments receivable	-	-	-	909	909
Due from other funds	64,278	-	-	146	64,424
Prepaid items	70,584	-	-	-	70,584
Inventory	10,930	-	9,641	-	20,571
Restricted assets:					
Cash and investments	11,623	669,190	-	260,211	941,024
TOTAL ASSETS	<u>\$ 3,269,020</u>	<u>\$ 2,814,385</u>	<u>\$ 2,694,541</u>	<u>\$ 1,789,961</u>	<u>\$ 10,567,907</u>
LIABILITIES					
Accounts payable	\$ 143,536	\$ -	\$ 214,035	\$ -	\$ 357,571
Due to other funds	10,073	-	-	9,962	20,035
Accrued wages	137,241	-	3,798	-	141,039
Accrued and withheld items	38,969	-	-	-	38,969
Unearned revenue	1,303,675	-	-	-	1,303,675
Deposits payable	55,961	-	-	-	55,961
TOTAL LIABILITIES	<u>1,689,455</u>	<u>-</u>	<u>217,833</u>	<u>9,962</u>	<u>1,917,250</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue:					
Property taxes	16,000	-	-	8,827	24,827
FUND BALANCES					
Nonspendable:					
Prepaid items	70,584	-	-	-	70,584
Inventory	10,930	-	-	-	10,930
Restricted for:					
Cemetery maintenance	-	-	-	22,211	22,211
Debt service	-	2,145,195	2,476,708	896,055	5,517,958
Capital projects	-	669,190	-	412,292	1,081,482
Parks and tourism	-	-	-	445,554	445,554
Assigned:					
Industrial development	-	-	-	794	794
Sidewalk improvements	39,257	-	-	-	39,257
Unassigned	1,442,794	-	-	(5,734)	1,437,060
TOTAL FUND BALANCES	<u>1,563,565</u>	<u>2,814,385</u>	<u>2,476,708</u>	<u>1,771,172</u>	<u>8,625,830</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 3,269,020</u>	<u>\$ 2,814,385</u>	<u>\$ 2,694,541</u>	<u>\$ 1,789,961</u>	<u>\$ 10,567,907</u>

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

CITY OF WARRENTON, MISSOURI
RECONCILIATION OF THE GOVERNMENTAL BALANCE
SHEET TO THE STATEMENT OF NET POSITION
AS OF JUNE 30, 2023

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

Total fund balance per balance sheet	\$ 8,625,830
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	21,167,655
Land held as an investment is not a current financial resource and, therefore, not reported as an asset in the fund statements.	196,350
Receivables not collected in the current period are not available to pay current expenditures and, therefore, are deferred in the funds.	24,827
Interest payable recorded in the statement of net position does not require the use of current financial resources and, therefore, is not reported in the funds.	(119,576)
Pension related items are not due and payable in the current period or are not considered current resources and, therefore, are not reported in the funds.	(746,594)
Long-term liabilities, including bonds payable, notes payable, and compensated absences are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(16,568,942)</u>
Net position of governmental activities	<u><u>\$ 12,579,550</u></u>

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

CITY OF WARRENTON, MISSOURI

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	General Fund	Interchange Fund	Transportation Fund	Other Nonmajor Funds	Total
REVENUES					
Taxes	\$ 3,360,801	\$ 2,288,687	\$ 1,133,262	\$ 1,774,187	\$ 8,556,937
Intergovernmental	812,381	-	98,620	-	911,001
Charges for services	927,073	-	50	-	927,123
Licenses and permits	198,190	-	-	-	198,190
Fines and forfeitures	158,232	-	-	-	158,232
Investment income	66,011	65,010	60,471	41,354	232,846
Lot sales	17,850	-	-	2,966	20,816
Miscellaneous	22,576	-	-	-	22,576
TOTAL REVENUES	<u>5,563,114</u>	<u>2,353,697</u>	<u>1,292,403</u>	<u>1,818,507</u>	<u>11,027,721</u>
EXPENDITURES					
Current:					
Administrative	1,693,548	-	-	890	1,694,438
Police and court	2,593,047	-	-	-	2,593,047
Street department	-	-	398,493	-	398,493
Culture and recreation	1,286,362	-	-	59,590	1,345,952
Planning and development	438,198	-	-	13,594	451,792
Capital outlay	387,745	38,734	387,181	-	813,660
Debt service:					
Principal, interest and fiscal charges	-	2,991,797	267,017	1,103,249	4,362,063
TOTAL EXPENDITURES	<u>6,398,900</u>	<u>3,030,531</u>	<u>1,052,691</u>	<u>1,177,323</u>	<u>11,659,445</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(835,786)</u>	<u>(676,834)</u>	<u>239,712</u>	<u>641,184</u>	<u>(631,724)</u>
OTHER FINANCING SOURCES (USES)					
Proceeds from the sale of capital assets	16,658	-	-	-	16,658
Transfer in (out)	<u>(1,288,365)</u>	<u>-</u>	<u>2,236,996</u>	<u>(411,631)</u>	<u>537,000</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(1,271,707)</u>	<u>-</u>	<u>2,236,996</u>	<u>(411,631)</u>	<u>553,658</u>
CHANGE IN FUND BALANCE	<u>(2,107,493)</u>	<u>(676,834)</u>	<u>2,476,708</u>	<u>229,553</u>	<u>(78,066)</u>
FUND BALANCES - BEGINNING OF YEAR	<u>3,671,058</u>	<u>3,491,219</u>	<u>-</u>	<u>1,541,619</u>	<u>8,703,896</u>
FUND BALANCES - END OF YEAR	<u>\$ 1,563,565</u>	<u>\$ 2,814,385</u>	<u>\$ 2,476,708</u>	<u>\$ 1,771,172</u>	<u>\$ 8,625,830</u>

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

CITY OF WARRENTON, MISSOURI
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

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

Change in fund balance-total governmental funds	\$ (78,066)
The acquisition of capital assets requires the use of current financial resources but has no effect on net position.	808,709
The cost of capital assets is allocated over their estimated useful lives and is reported as depreciation expense in the statement of activities.	(835,673)
Revenues (expenses) in the statements of activities that do not provide (use) current financial resources are not reported as revenue (expenditures) in the funds.	1,280,381
The effect of miscellaneous transactions involving capital assets such as trade-ins and sales, on net positions is different than on fund balance.	(134,508)
Pension expenditures are reported as a decrease in fund balance in governmental funds. In the statement of activities, pension expense is the current service cost of providing pension benefits to employees.	30,669
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	3,758,456
Amortization of bond issuance premiums and discounts are amortized over the life of the debt in the statement of activities.	(8,864)
The change in compensated absences liability does not affect the use of current financial resources but is recorded as an expense in the statement of activities.	750
Interest payable does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds.	<u>69,888</u>
Change in net position of governmental activities	<u><u>\$ 4,891,742</u></u>

The accompanying notes are integral part of these financial statements.

CITY OF WARRENTON, MISSOURI
STATEMENT OF NET POSITION
PROPRIETARY FUND (WATER AND SEWER FUND)
JUNE 30, 2023

ASSETS

CURRENT ASSETS

Cash and investments	\$ 5,177,263
Accounts receivable (net of allowance for doubtful accounts of \$109,666)	661,205
Prepaid items	2,250
Inventory	12,789
Due (to) from other funds	(44,389)
Restricted assets:	
Cash and investments	1,725,596
TOTAL CURRENT ASSETS	<u>7,534,714</u>

NONCURRENT ASSETS

Capital assets - net of accumulated depreciation	<u>28,510,746</u>
TOTAL ASSETS	<u>36,045,460</u>

DEFERRED OUTFLOWS

Deferred items related to pension	<u>72,061</u>
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LIABILITIES

CURRENT LIABILITIES

Accounts payable and retainage	121,978
Accrued wages	28,295
Customer deposits	218,799
Accrued compensated absences - current	63,478
TOTAL CURRENT LIABILITIES	<u>432,550</u>

NONCURRENT LIABILITY

Net bond premium	376,054
Net pension liability	235,215
Accrued compensated absences, net of current portion	83,595
Bonds payable, net of current portion	12,355,000
TOTAL NONCURRENT LIABILITIES	<u>13,049,864</u>
TOTAL LIABILITIES	<u>13,482,414</u>

DEFERRED INFLOWS

Deferred items related to pension	<u>34,040</u>
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NET POSITION

Net investment in capital assets	16,656,136
Restricted - debt service	86,402
Restricted - reserve accounts	767,838
Unrestricted	5,090,691
TOTAL NET POSITION	<u>\$ 22,601,067</u>

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

CITY OF WARRENTON, MISSOURI
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUND (WATER AND SEWER FUND)
FOR THE YEAR ENDED JUNE 30, 2023

OPERATING REVENUE	
Charges for services	\$ 4,513,739
Miscellaneous	2,582
TOTAL OPERATING REVENUE	<u>4,516,321</u>
OPERATING EXPENSES	
Personnel services	872,131
Bad debt expense	12,037
Depreciation	1,568,933
Repairs and maintenance	166,925
Utilities	261,513
Operating supplies	112,932
Other services and charges	381,005
TOTAL OPERATING EXPENSES	<u>3,375,476</u>
OPERATING INCOME	<u>1,140,845</u>
NONOPERATING REVENUE (EXPENSE)	
Investment income	183,589
Gain (loss) on disposal of capital assets	(12,497)
Interest and fiscal charges	(380,186)
TOTAL NONOPERATING REVENUE (EXPENSE)	<u>(209,094)</u>
INCOME BEFORE OPERATING TRANSFERS AND	
CAPITAL CONTRIBUTIONS	931,751
CAPITAL CONTRIBUTIONS	764,882
TRANSFERS	<u>(537,000)</u>
CHANGE IN NET POSITION	1,159,633
NET POSITION - BEGINNING OF YEAR	<u>21,441,434</u>
NET POSITION - END OF YEAR	<u><u>\$ 22,601,067</u></u>

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

CITY OF WARRENTON, MISSOURI
STATEMENT OF CASH FLOWS
PROPRIETARY FUND (WATER AND SEWER FUND)
FOR THE YEAR ENDED JUNE 30, 2023

CASH FLOWS FROM OPERATING ACTIVITIES

Cash received from customers	\$ 4,714,611
Cash paid to suppliers	(1,442,649)
Cash paid to employees	(844,898)
Miscellaneous receipts	2,582
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>2,429,646</u>

**CASH FLOWS FROM NONCAPITAL
FINANCING ACTIVITIES**

Change in due to/from	1,856,799
Transfer to General Fund	(537,000)
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	<u>1,319,799</u>

**CASH FLOWS FROM CAPITAL AND RELATED
FINANCING ACTIVITIES**

Acquisition of capital assets	(2,540,780)
Proceeds from the sale of capital assets	8,457
Principal repayments	(775,000)
Interest and fiscal charges	(406,643)
NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(3,713,966)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Investment income	<u>183,589</u>
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NET INCREASE IN CASH AND CASH EQUIVALENTS 219,068

**CASH AND CASH EQUIVALENTS -
BEGINNING OF YEAR**

6,683,791

**CASH AND CASH EQUIVALENTS -
END OF YEAR**

\$ 6,902,859

Reconciliation of cash and cash equivalents:

Cash and investments	\$ 5,177,263
Restricted cash and investments	1,725,596
Total cash and cash equivalents	<u><u>\$ 6,902,859</u></u>

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

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

OPERATING INCOME	<u>\$ 1,140,845</u>
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**ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET
CASH PROVIDED BY OPERATING ACTIVITIES**

Depreciation	1,568,933
(Increase) decrease in assets:	
Accounts receivable	202,663
Inventory	(3,907)
(Increase) decrease in deferred outflows/inflows	(53,586)
Increase (decrease) in liabilities:	
Accounts payable	(506,213)
Accrued wages and related items	32,360
Customer deposit	(1,791)
Other accrued expenses	1,883
Net pension liability	<u>48,459</u>
TOTAL ADJUSTMENTS	<u><u>1,288,801</u></u>

NET CASH PROVIDED BY OPERATING ACTIVITIES	<u><u>\$ 2,429,646</u></u>
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Schedule of non-cash and related financing activities:

Contributions of capital assets	764,882
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The accompanying notes are an integral part of these financial statements.

CITY OF WARRENTON, MISSOURI
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. REPORTING ENTITY

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

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

B. BASIC FINANCIAL STATEMENTS

Basic financial statements consist of the following:

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

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

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

B. **BASIC FINANCIAL STATEMENTS - continued**

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

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

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

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

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

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

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

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

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

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

The City reports the following major governmental funds:

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

The Interchange Fund - The Fund is used to account for taxes collected to pay the principal and interest on the debt issued to construct a new interchange.

The Transportation Fund - The Fund is used to account for taxes collected that will be used for the construction, repair and maintenance of streets, roads and bridges.

The City reports the following major proprietary fund:

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

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

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

D. **CAPITAL ASSETS**

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

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

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

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

E. **ESTIMATES**

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

F. **RESTRICTED CASH AND INVESTMENTS**

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

G. **INTERFUND TRANSACTIONS**

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

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

G. **INTERFUND TRANSACTIONS - continued**

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

H. **ACCOUNTS RECEIVABLE**

Water and Sewer

The City grants credit to residents for water and sewer service. Service is discontinued if the bill is not paid within two billing cycles. The City assesses a penalty of 8% on water and sewer if not paid by the 15th of the month. No interest is charged on past due accounts. Once an account reaches 30 days past due, it is sent to a collection agency. The City has recorded an allowance for doubtful accounts of \$109,666. The estimate is based on the City’s experience in collecting past due accounts.

I. **INVENTORIES AND PREPAID ITEMS**

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

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

J. **PROPERTY TAX**

The City’s property tax is levied each year on the assessed value listed as of the prior January 1 for all real and personal property located in the City. Taxes are levied on September 1 and payable by December 31. A lien is placed on the property on January 1 and is then subject to interest and penalties. The assessed value at January 1, 2022, upon which the 2022 levy was based for real, personal, and public utility property, was \$121,288,648. The City’s tax rate was levied at \$0.2926 and \$0.1732 per \$100 of assessed valuation for the General Fund and the Special Revenue Fund (Parks), respectively.

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

K. **COMPENSATED ABSENCES**

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

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

As of June 30, 2023, the liability for accrued vacation and sick leave in governmental activities is \$244,057. Accrued compensated absences relating to governmental activities are recorded in the government-wide statements only. The amount applicable to the Proprietary Fund of \$147,073 has been recorded in both the enterprise fund and government-wide statements.

L. **LONG-TERM LIABILITIES**

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

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

M. **NET POSITION AND FUND BALANCE**

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

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

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

When both restricted and unrestricted sources are available for use, it is the City's policy to use restricted first, then unrestricted resources as they are needed. The government-wide statement of net position reports \$7,076,032 of restricted net position for governmental activities, all of which is restricted by enabling legislation. Business-type activities also reports restricted net position of \$854,240, none of which is restricted by enabling legislation.

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

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

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

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

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

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

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

N. **CASH AND INVESTMENTS**

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

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

N. **CASH AND INVESTMENTS - continued**

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

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

O. **PENSION**

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

2. **BUDGETS AND BUDGETARY ACCOUNTING**

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

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

3. CASH AND TEMPORARY INVESTMENTS

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

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

Interest Rate Risk - The City will minimize the risk that the fair value of securities in the portfolio will fall due to changes in general interest rates by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and by investing operating funds primarily in shorter-term securities. The City does not hold any investments at June 30, 2023 that are subject to interest rate risk.

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

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

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

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

Cash - At June 30, 2023, the carrying amount of the City's deposits was \$15,029,109. Bank balances held at financial institutions of \$15,552,951 were covered by the Federal Deposit Insurance Corporation (FDIC), a letter of credit from the financial institution, or were collateralized by the pledging financial institution or its agent in the City's name.

4. **FAIR VALUE MEASUREMENTS**

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

The City holds money market funds held by the City's trustee related to sewer improvement bonds issued under the State of Missouri's State Revolving Fund. Money market funds totaling \$708,689 are valued at fair value using Level 1 inputs.

The City had the following nonrecurring fair value measurements as of June 30, 2023:

Land held for investment was valued based on an appraisal of the land (Level 3). The land held by the City was appraised to determine what a reasonable asking price would be for this particular piece of land. The land was valued using the sales comparison valuation approach. The estimated fair value of the land was based on the sales price of comparable properties sold in the area with similar characteristics. There was no adjustment to the fair value of this land during the fiscal year ended June 30, 2023.

5. CAPITAL ASSETS

Capital asset activity for the primary government for the year ended June 30, 2023 is as follows:

	Balance Beginning Of Year	Additions	Deletions	Balance End of Year
Governmental activities:				
Capital assets, not being depreciated				
Land	\$ 2,673,984	\$ -	\$ -	\$ 2,673,984
Construction in progress	2,523,845	320,339	(2,524,171)	320,013
Total capital assets, not depreciated	5,197,829	320,339	(2,524,171)	2,993,997
Capital assets, being depreciated				
Buildings	10,009,934	7,635	(251,578)	9,765,991
Building improvements	712,257	211,359	(19,560)	904,056
Land improvements	2,145,893	-	-	2,145,893
Equipment	2,532,094	293,412	(500,668)	2,324,838
Infrastructure	9,315,462	3,798,408	(5,000)	13,108,870
Total capital assets, being depreciated	24,715,640	4,310,814	(776,806)	28,249,648
Less accumulated depreciation:				
Buildings	(2,597,873)	(248,671)	169,815	(2,676,729)
Building improvements	(380,636)	(29,931)	17,580	(392,987)
Land improvements	(1,680,602)	(74,956)	-	(1,755,558)
Equipment	(1,965,827)	(116,099)	449,903	(1,632,023)
Infrastructure	(3,257,677)	(366,016)	5,000	(3,618,693)
Total accumulated depreciation	(9,882,615)	(835,673)	642,298	(10,075,990)
Net capital assets being depreciated	14,833,025	3,475,141	(134,508)	18,173,658
Subtotal governmental activities	\$ 20,030,854	\$ 3,795,480	\$ (2,658,679)	\$ 21,167,655

5. **CAPITAL ASSETS - continued**

	Balance Beginning Of Year	Additions	Deletions	Balance End of Year
Business-type activities:				
Capital assets, not being depreciated				
Land	\$ 658,549	\$ -	\$ -	\$ 658,549
Construction in progress	4,897,328	196,384	(3,529,189)	1,564,523
Total capital assets, not depreciated	<u>5,555,877</u>	<u>196,384</u>	<u>(3,529,189)</u>	<u>2,223,072</u>
Capital assets, being depreciated				
Buildings	8,277,295	5,847	-	8,283,142
Building improvements	7,032,797	7,986	-	7,040,783
Land improvements	157,619	-	-	157,619
Equipment	2,382,114	1,032,480	(353,056)	3,061,538
Infrastructure	20,353,939	4,984,910	-	25,338,849
Total capital assets, being depreciated	<u>38,203,764</u>	<u>6,031,223</u>	<u>(353,056)</u>	<u>43,881,931</u>
Less accumulated depreciation:				
Buildings	(5,811,175)	(178,792)	-	(5,989,967)
Building improvements	(1,970,091)	(309,573)	-	(2,279,664)
Land improvements	(65,185)	(6,382)	-	(71,567)
Equipment	(1,602,341)	(180,570)	297,148	(1,485,763)
Infrastructure	(6,873,680)	(893,616)	-	(7,767,296)
Total accumulated depreciation	<u>(16,322,472)</u>	<u>(1,568,933)</u>	<u>297,148</u>	<u>(17,594,257)</u>
Net capital assets being depreciated	<u>21,881,292</u>	<u>4,462,290</u>	<u>(55,908)</u>	<u>26,287,674</u>
Subtotal business-type activities	<u>27,437,169</u>	<u>4,658,674</u>	<u>(3,585,097)</u>	<u>28,510,746</u>
Total, Net Capital Assets	<u>\$ 47,468,023</u>	<u>\$ 8,454,154</u>	<u>\$ (6,243,776)</u>	<u>\$ 49,678,401</u>

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

Governmental activities:	
Administrative	\$ 64,016
Finance department	538
Police department	39,531
Animal control	4,651
Street department	360,611
Cemetery	10,475
Building commission	4,874
Culture and recreation	<u>350,977</u>
Total depreciation expense - governmental activities	\$ <u>835,673</u>
Business-type activities:	
Water and sewer	\$ <u>1,568,933</u>

6. LONG-TERM DEBT

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

In November 2016, the City entered into a direct borrowing note totaling \$15,400,000 with the Missouri Transportation Finance Corporation (MFTC). The note was for the purpose of the construction of a new I-70 interchange and related road projects. The debt will be serviced by a special sales tax accounted for in the Interchange Fund. As of June 30, 2023, the outstanding balance is as follows:

Missouri Transportation Finance Corporation	<u>\$5,692,806</u>
Interest - 2.64%	
Matures - 2037	
Payments are due on March 31 and October 31	

In November 2017, the City issued General Obligation Bonds Series 2017 to finance the constructing, furnishing and equipping of park, recreation and aquatic facilities and any related utility and roadway improvements. The debt will be serviced by the Capital Improvements Fund. As of June 30, 2023, the outstanding balance is as follows:

General Obligation Bonds - Series 2017	<u>\$5,025,000</u>
Interest - 2% to 3.125%	
Matures - 2037	
Payments are due on May 1 and November 1	

In May 2019, the City entered into a direct borrowing note totaling \$1,176,000 with the Missouri Transportation Finance Corporation (MFTC). The note was for the purpose of the construction of sidewalks along Route 47. The debt will be serviced by the transportation sales tax accounted for in the Transportation Fund. As of June 30, 2023, the outstanding balance is as follows:

Missouri Transportation Finance Corporation	<u>\$720,651</u>
Interest - 2.93%	
Matures - 2029	
Payments are due on July 15	

In January 2022, the City issued Tax Increment and Improvement District Revenue Bonds - Series 2022. The bonds were issued for the purpose of reimbursing eligible redevelopment expenses incurred during the redevelopment of RPA 1 TIF District within the City of Warrenton, Missouri. The bonds are special, limited obligations of the City, payable solely from Pledged Revenue. Payment of the debt service will be made from the RPA 1 TIF Fund, which will collect the following revenues imposed within the district: 1) Economic Activity Sales Taxes; 2) Payments in Lieu of Taxes; and 3) CID Sales Tax.

Tax Increment and Improvement District Revenue Bonds	<u>\$4,920,000</u>
Interest - 3.625%	
Matures - 2031	
Payments are due on March 1 and July 1	

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

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 1,611,835	\$ 501,126	\$ 2,112,961
2025	1,775,735	475,441	2,251,176
2026	1,830,695	424,311	2,255,006
2027	1,881,270	371,174	2,252,444
2028	1,932,245	316,417	2,248,662
2029-2033	5,546,677	690,585	6,237,262
2034-2038	1,780,000	126,966	1,906,966
Total	<u>\$ 16,358,457</u>	<u>\$ 2,906,020</u>	<u>\$ 19,264,477</u>

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

During 2014, the City issued Waterworks and Sewerage System Revenue Bonds to finance the acquiring, constructing, extending and improving of the City's combined waterworks and sewerage system. The bonds are recorded in the Proprietary Fund and will be serviced by that fund. On June 30, 2023, the outstanding principal on the bonds consists of the following:

Combined Waterworks and Sewerage System - Series 2014 \$7,190,000
Interest rate - 2% to 3.55%
Matures - 2039
Payments are due on January 1 and July 1

During 2021, the City issued Waterworks and Sewerage System Revenue Bonds to finance the acquiring, constructing, extending and improving of the City's combined waterworks and sewerage system. The bonds are recorded in the Proprietary Fund and will be serviced by that fund. On June 30, 2023, the outstanding principal on the bonds consists of the following:

Combined Waterworks and Sewerage System - Series 2021 \$5,165,000
Interest rate - 2.0% to 4.0%
Matures - 2046
Payments are due on January 1 and July 1

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

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ -	\$ -	\$ -
2025	500,000	379,342	879,342
2026	520,000	362,492	882,492
2027	535,000	345,042	880,042
2028	550,000	326,617	876,617
2029-2033	3,065,000	1,327,551	4,392,551
2034-2038	3,625,000	772,402	4,397,402
2039-2043	2,425,000	236,941	2,661,941
2044-2047	1,135,000	51,804	1,186,804
Total	<u>\$ 12,355,000</u>	<u>\$ 3,802,191</u>	<u>\$ 16,157,191</u>

The revenue bonds are collateralized by the revenue from the sewer system and the various special funds established by the bond ordinances. The ordinances provide that the revenue of the system is to be used first to pay operating and maintenance expenses of the system and second to establish and maintain the revenue bond funds. Any remaining revenues may then be used for any lawful purpose. Deposits in the revenue bond funds are to be made by the first day of each month. The ordinances also contain certain provisions which require the City to maintain pledged revenues, as defined in the ordinances, for each year of at least 120% of the annual debt service requirements. For fiscal year ended June 30, 2023, the revenue bond coverage is 243%.

Acceleration clause

All of the City's outstanding debt contains an acceleration clause that allows the lender to accelerate payment of the entire principal and unpaid interest to become immediately due if an Event of Default occurs.

A summary of changes in long-term debt for the year ended June 30, 2023 is as follows:

	<u>Balance Beginning Of Year</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance End Of Year</u>	<u>Due Within One Year</u>
Governmental activities:					
NID Bonds	\$ 44,000	\$ -	\$ (44,000)	\$ -	\$ -
Direct borrowings	9,417,913	-	(3,004,456)	6,413,457	791,835
General Obligation Bonds	5,310,000	-	(285,000)	5,025,000	290,000
TIF Bonds	5,345,000	-	(425,000)	4,920,000	530,000
Bond premium/discount	(42,436)	-	8,864	(33,572)	-
Compensated absences	244,807	147,494	(148,244)	244,057	128,320
Subtotal Governmental activities	<u>20,319,284</u>	<u>147,494</u>	<u>(3,897,836)</u>	<u>16,568,942</u>	<u>1,740,155</u>

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

	Balance Beginning Of Year	Additions	Reductions	Balance End Of Year	Due Within One Year
Business-type activities:					
Waterworks and sewerage system refunding revenue bonds	\$ 70,000	\$ -	\$ (70,000)	\$ -	\$ -
Water pollution control and drinking water revenue bonds	220,000	-	(220,000)	-	-
Waterworks and sewerage system revenue bonds	12,840,000	-	(485,000)	12,355,000	-
Bond premium/discount	395,097	-	(19,043)	376,054	-
Compensated absences	121,130	40,657	(14,714)	147,073	63,478
Subtotal Business-type activities	<u>13,646,227</u>	<u>40,657</u>	<u>(808,757)</u>	<u>12,878,127</u>	<u>63,478</u>
Total	<u>\$ 33,965,511</u>	<u>\$ 188,151</u>	<u>\$ (4,706,593)</u>	<u>\$ 29,447,069</u>	<u>\$ 1,803,633</u>

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

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

The following transfers were made during the fiscal year ending June 30, 2023:

	<u>TRANSFER IN</u>	<u>TRANSFER OUT</u>
Governmental Funds:		
General Fund	\$ 537,000	\$ 1,825,365
Capital Improvements Fund	-	80,000
Transportation Fund	2,236,996	-
Nonmajor Funds:		
Park and Tourism Fund	-	331,631
Proprietary Funds:		
Water and Sewer Fund	-	537,000

The Parks and Tourism Fund transferred funds received from tourism tax to the General Fund to subsidize costs related to events, park management fee, and a portion of the event coordinator's salary recorded as expenditures in the General Fund. The Water and Sewer Fund reimbursed the General Fund for expenses paid by the General Fund related to the administration of the water and sewer accounts. The Capital Improvements Fund transferred funds to the General Fund to reimburse a portion of costs paid by General Fund that are capital in nature. Funds were transferred from the General Fund to the Transportation in order to account for the City's transportation tax in a separate fund.

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

Due to/from other funds at June 30, 2023 are as follows:

	<u>DUE FROM</u>	<u>DUE TO</u>
Governmental Funds:		
General Fund	\$ 10,073	\$ 64,278
Non-major Funds:		
Cemetery Fund	-	146
Neighborhood Improvement District Fund	9,962	-
Proprietary Fund:		
Water and Sewer Fund	44,389	-

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

8. **PENSION PLAN**

Plan Description

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

In accordance with generally accepted accounting principles and based on the timing of the audit in relation to the timing of the reports needed to complete the financial statements, the City has elected to use June 30, 2022 as the measurement date for the reporting of pension related items.

Benefits Provided

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

8. **PENSION PLAN** - continued

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

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

Employees Covered By Benefit Terms

At June 30, 2022, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	8
Inactive employees entitled to but not yet receiving benefits	19
Active employees	62
TOTAL	89

Contributions - The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance an unfunded accrued liability. Full-time employees of the employer also contribute 4% of the wages to the pension plan. Employer contribution rates are 7.2% (General) and 6.3% (Police) of annual covered payroll for the year ended June 30, 2022.

Net Pension Liability - The employer's net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of February 29, 2022.

Actuarial assumptions - The total pension liability in the February 29, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75% wage; 2.25% price
Salary Increase	2.75% to 6.75% including wage inflation
Investment rate of return	7.00%, net of investment expenses

The healthy retiree mortality tables, for post-retirement mortality, were 115% of the PubG-2010 Retiree Mortality Table for males and females. The disabled retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubNS-2010 Disabled Retiree Mortality Table for males and females. The pre-retirement mortality tables used were 75% of the PubG-2010 Employee Mortality Table for males and females of General groups and 75% of the PubS-2010 Employee Mortality Table for males and females of Police, Fire and Public Safety groups.

8. **PENSION PLAN** - continued

Mortality rates for a particular calendar year are determined by applying the MP-2020 mortality improvement scale to the above-described tables.

The actuarial assumptions used in the February 28, 2022 valuation were based on the results of an actuarial experience study for the period March 1, 2016 through February 28, 2021.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equity	35.00%	4.78%
Fixed Income	31.00	1.41
Real Assets	36.00	3.29
Strategic Assets	8.00	5.25
Alpha	15.00	3.67
Cash/Leverage	-25.00	-0.29

Discount rate - The discount rate used to measure the total pension liability is 7.00%. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payment to determine the total pension liability.

8. **PENSION PLAN** - continued

Changes in the Net Pension Liability

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances as of June 30, 2022	<u>\$ 3,206,720</u>	<u>\$ 2,295,164</u>	<u>\$ 911,556</u>
Changes for the year:			
Service Costs	222,045	-	222,045
Interest on pension liability	229,852	-	229,852
Changes in benefit terms	-	-	-
Difference between expected and actual experience	65,662	-	65,662
Change in assumptions	-	-	-
Contributions - employer	-	222,096	(222,096)
Contributions - employee	-	129,338	(129,338)
Net investment income	-	3,577	(3,577)
Benefits Payments	(65,645)	(65,645)	-
Administrative expenses	-	(8,844)	8,844
Other (net transfers)	-	(43,274)	43,274
Net Changes	<u>451,914</u>	<u>237,248</u>	<u>214,666</u>
Balances as of June 30, 2023	<u><u>\$ 3,658,634</u></u>	<u><u>\$ 2,532,412</u></u>	<u><u>\$ 1,126,222</u></u>

Sensitivity of the net pension liability to changes in the discount rate - The following presents the Net Pension Liability of the employer, calculated using the discount rate of 7.00%, as well as what the employer's Net Pension Liability would be using a discount rate that is 1 percentage point lower 6.00% or one percentage point higher 8.00% than the current rate.

	1% Decrease	Current Discount Rate	1% Increase
Net pension liability	\$ 1,784,795	\$ 1,126,222	\$ 593,220

8. **PENSION PLAN** - continued

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

For the year ended June 30, 2023 the employer recognized pension expense of \$177,681. The employer reported deferred outflows and inflows of resources related to the pension from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 144,701	\$ 85,582
Change in assumptions	14,708	32,901
Net difference between projected and actual earnings on pension plan investments	-	71,968
Employer contributions subsequent to the measurement date	213,476	-
Total	<u>\$ 372,885</u>	<u>\$ 190,451</u>

The deferred outflows of resources related to pension resulting from City contributions subsequent to measurement date of \$213,476 will be recognized as a reduction of net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2024	\$ (21,375)
2025	(22,751)
2026	(36,310)
2027	40,448
2028	2,659
Thereafter	6,286

9. **CONTINGENCIES**

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

10. **NEW ACCOUNTING PRONOUNCEMENTS**

The Annual Comprehensive Financial Report for the fiscal year ended June 30, 2023, include the adoption of the following Governmental Accounting Standards Board pronouncements. GASB Statement No. 96, *Subscription-based Information Technology Arrangements*.

11. **COMMITMENTS**

As of June 30, 2023 the City has the following contracts in place that have not been completed as of year-end:

Accounting software	\$166,865
Engineering new well and storage	325,000
Improvements to waste water plant	1,290,000
Sewer project	2,500,000

12. **EXPENDITURES IN EXCESS OF APPROPRIATIONS**

During the year ended June 30, 2023 expenditures exceeded appropriations in the following funds:

	<u>Expenditures</u>	<u>Appropriations</u>	Expenditures Over <u>Appropriations</u>
Interchange Fund	\$3,030,531	\$1,988,934	\$1,041,597
TIF RPA1 Fund	647,115	578,700	68,415
Neighborhood Improvement Fund	47,145	46,755	390

13. **SUBSEQUENT EVENTS**

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

On August 31, 2023 the City sold 19.41 acres on Pinkney Street for \$240,000.

On September 19, 2023 the City issued \$4,895,000 of Combined Waterworks and Sewerage System Revenue Bonds - Series 2023.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF WARRENTON, MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
OPERATING REVENUE				
Taxes	\$ 3,112,940	\$ 3,242,940	\$ 3,360,801	\$ 117,861
Intergovernmental	1,208,509	1,210,908	812,381	(398,527)
Charges for services	861,865	861,865	927,073	65,208
Licenses and permits	144,100	144,100	198,190	54,090
Fines and forfeitures	158,650	183,650	158,232	(25,418)
Investment income	200	200	66,011	65,811
Lot sales	13,000	13,000	17,850	4,850
Miscellaneous	8,160	8,160	22,576	14,416
TOTAL OPERATING REVENUE	<u>5,507,424</u>	<u>5,664,823</u>	<u>5,563,114</u>	<u>(101,709)</u>
EXPENDITURES				
Current:				
Administrative	1,636,519	1,721,709	1,693,548	28,161
Police and court	2,733,833	2,798,470	2,593,047	205,423
Culture and recreation	1,395,324	1,406,861	1,286,362	120,499
Planning and development	458,698	458,698	438,198	20,500
Capital outlay	1,380,520	1,393,680	387,745	1,005,935
TOTAL EXPENDITURES	<u>7,604,894</u>	<u>7,779,418</u>	<u>6,398,900</u>	<u>1,380,518</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(2,097,470)</u>	<u>(2,114,595)</u>	<u>(835,786)</u>	<u>1,278,809</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	10,200	10,200	16,658	6,458
Transfer in (out)	1,517,739	1,517,739	(1,288,365)	(2,806,104)
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,527,939</u>	<u>1,527,939</u>	<u>(1,271,707)</u>	<u>(2,799,646)</u>
CHANGE IN FUND BALANCE	<u>(569,531)</u>	<u>(586,656)</u>	<u>(2,107,493)</u>	<u>\$ (1,520,837)</u>
FUND BALANCES - BEGINNING OF YEAR	<u>3,671,058</u>	<u>3,671,058</u>	<u>3,671,058</u>	
FUND BALANCE - END OF YEAR	<u>\$ 3,101,527</u>	<u>\$ 3,084,402</u>	<u>\$ 1,563,565</u>	

CITY OF WARRENTON, MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
TRANSPORTATION FUND
FOR THE YEAR ENDED JUNE 30, 2023

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
OPERATING REVENUE				
Taxes	\$ 1,113,000	\$ 1,113,000	\$ 1,133,262	\$ 20,262
Intergovernmental	98,620	98,620	98,620	-
Charges for services	500	500	50	(450)
Investment income	2,000	2,000	60,471	58,471
TOTAL OPERATING REVENUE	<u>1,214,120</u>	<u>1,214,120</u>	<u>1,292,403</u>	<u>78,283</u>
EXPENDITURES				
Current:				
Street department	570,141	570,141	398,493	171,648
Capital outlay	659,874	659,874	387,181	272,693
Debt service:				
Principal, interest and fiscal charges	133,508	133,508	267,017	(133,509)
TOTAL EXPENDITURES	<u>1,363,523</u>	<u>1,363,523</u>	<u>1,052,691</u>	<u>310,832</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(149,403)</u>	<u>(149,403)</u>	<u>239,712</u>	<u>389,115</u>
OTHER FINANCING SOURCES (USES)				
Transfer in (out)	<u>(229,197)</u>	<u>(229,197)</u>	<u>2,236,996</u>	<u>(2,466,193)</u>
CHANGE IN FUND BALANCE	<u>(378,600)</u>	<u>(378,600)</u>	<u>2,476,708</u>	<u>\$ (2,077,078)</u>
FUND BALANCES - BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	
FUND BALANCES - END OF YEAR	<u>\$ (378,600)</u>	<u>\$ (378,600)</u>	<u>\$ 2,476,708</u>	

CITY OF WARRENTON, MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2023

1. BUDGETARY INFORMATION

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

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

	2023	2022	2021	2020	2019	2018	2017
Total Pension Liability							
Service cost	\$ 222,045	\$ 211,356	\$ 191,015	\$ 168,908	\$ 170,122	\$ 160,513	\$ 51,559
Interest on the total pension liability	229,852	211,773	182,116	157,426	138,372	119,824	1,762
Change of benefit terms	-	-	-	-	-	-	1,575,966
Difference between expected and actual experience	65,662	8,284	57,410	25,684	(27,160)	(28,845)	(53,321)
Changes of assumptions	-	(21,922)	-	-	(16,888)	14,652	-
Benefit payments	(65,645)	(39,192)	(24,036)	(20,664)	(5,921)	-	(2,073)
Net change in total pension liability	451,914	370,299	406,505	331,354	258,525	266,144	1,573,893
Total pension liability - beginning	3,206,720	2,836,421	2,429,916	2,098,562	1,840,037	1,573,893	-
Total pension liability - ending	\$ 3,658,634	\$ 3,206,720	\$ 2,836,421	\$ 2,429,916	\$ 2,098,562	\$ 1,840,037	\$ 1,573,893
Plan Fiduciary Net Position							
Contributions-employer	\$ 222,096	\$ 220,821	\$ 210,689	\$ 180,957	\$ 176,779	\$ 155,275	\$ 123,768
Contributions-employee	129,338	129,277	120,991	105,975	98,125	100,257	80,089
Net investment income	3,577	510,242	17,600	62,214	79,259	33,388	10,582
Benefit payments, including refunds	(65,645)	(39,192)	(24,036)	(20,664)	(5,921)	-	(2,073)
Pension plan administrative expense	(8,844)	(7,920)	(10,497)	(8,704)	(5,296)	(4,975)	(4,126)
Other (net transfer)	(43,274)	25,552	(1,849)	(5,586)	(202)	(7,859)	2,224
Net change in plan fiduciary net position	237,248	838,780	312,898	314,192	342,744	276,086	210,464
Plan fiduciary net position - beginning	2,295,164	1,456,384	1,143,486	829,294	486,550	210,464	-
Plan fiduciary net position - ending	\$ 2,532,412	\$ 2,295,164	\$ 1,456,384	\$ 1,143,486	\$ 829,294	\$ 486,550	\$ 210,464
Employer net pension liability (asset)	\$ 1,126,222	\$ 911,556	\$ 1,380,037	\$ 1,286,430	\$ 1,269,268	\$ 1,353,487	\$ 1,363,429
Plan fiduciary net position as a percentage of the total pension liability	69.22%	71.57%	51.35%	47.06%	39.52%	26.44%	13.37%
Covered payroll	\$ 3,171,136	\$ 3,202,475	\$ 2,914,272	\$ 2,661,477	\$ 2,349,746	\$ 2,498,127	\$ 2,219,798
Employer's net pension liability (asset) as a percentage of covered payroll	35.51%	28.46%	47.35%	48.34%	54.02%	54.18%	61.42%

Note to schedule:

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

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

Year ended June 30,	Actuarial Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2017	\$ 123,768	\$ 123,768	\$ -	\$ 2,002,213	6.18 %
2018	155,304	155,304	-	2,506,411	6.20
2019	178,281	176,751	1,530	2,452,686	7.21
2020	180,957	180,957	-	2,649,390	6.83
2021	210,689	210,689	-	3,024,752	6.97
2022	220,821	220,821	-	3,233,464	6.83
2023	222,096	222,096	-	3,202,847	6.93

Notes to Schedule of Contributions

Valuation date: 2/28/2022

Notes: The roll-forward of total pension liability from February 28, 2022 to June 30, 2022 reflects expected service cost and interest reduced by actual benefit payments.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal and Modified Terminal Funding
Amortization method	Level percentage of payroll, closed
Remaining amortization period	Multiple bases from 9 to 23 years
Asset valuation method	5-year smoothed fair value; 20% corridor
Inflation	2.75% wage inflation; 2.25% price inflation
Salary increases	2.75% - 6.75% including wage inflation
Investment rate of return	7.00%, net of investment expenses
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition.
Mortality	The healthy retiree mortality tables, for post-retirement mortality, were 115% of the PubG-2010 Retiree Mortality Table for males and females. The disabled retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubNS-2010 Disabled Retiree Mortality Table for males and females. The pre-retirement mortality tables used were 75% of the PubG-2010 Employee Mortality Table for males and females of General groups and 75% of the PubS-2010 Employee Mortality Table for males and females of Police, Fire and Public Safety
	Mortality rates for a particular calendar year are determined by applying the MP-2020 mortality improvement scale to the above described tables.

Note to schedule:

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

SUPPLEMENTARY INFORMATION

CITY OF WARRENTON, MISSOURI
COMBINING BALANCE SHEET - NONMAJOR FUNDS
JUNE 30, 2023

	Special Revenue Funds			Capital Projects Fund	Debt Service Funds		
	Cemetery Fund	Parks and Tourism Fund	Industrial Development Authority Fund	Capital Improvements Fund	Neighborhood Improvement District Fund	TIF RPA1 Fund	Total
ASSETS AND OTHER DEBITS							
Cash and investments	\$ 22,035	\$ 443,256	\$ 794	\$ 45,804	\$ -	\$ 723,319	\$ 1,235,208
Taxes receivable:							
Property	-	11,125	-	-	-	-	11,125
Other	-	-	-	109,596	-	172,736	282,332
Accounts receivable	30	-	-	-	-	-	30
Special assessments receivable	-	-	-	-	909	-	909
Due from other funds	146	-	-	-	-	-	146
Restricted assets:							
Cash and investments	-	-	-	256,892	3,319	-	260,211
TOTAL ASSETS	<u>\$ 22,211</u>	<u>\$ 454,381</u>	<u>\$ 794</u>	<u>\$ 412,292</u>	<u>\$ 4,228</u>	<u>\$ 896,055</u>	<u>\$ 1,789,961</u>
LIABILITIES							
Due from other funds	\$ -	\$ -	\$ -	\$ -	\$ 9,962	\$ -	\$ 9,962
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue-Property taxes	-	8,827	-	-	-	-	8,827
FUND BALANCES							
Restricted for:							
Cemetery maintenance	22,211	-	-	-	-	-	22,211
Parks and tourism	-	445,554	-	-	-	-	445,554
Capital projects	-	-	-	412,292	-	-	412,292
Debt service	-	-	-	-	-	896,055	896,055
Assigned:							
Industrial development	-	-	794	-	-	-	794
Unassigned	-	-	-	-	(5,734)	-	(5,734)
TOTAL FUND BALANCES	<u>22,211</u>	<u>445,554</u>	<u>794</u>	<u>412,292</u>	<u>(5,734)</u>	<u>896,055</u>	<u>1,771,172</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 22,211</u>	<u>\$ 454,381</u>	<u>\$ 794</u>	<u>\$ 412,292</u>	<u>\$ 4,228</u>	<u>\$ 896,055</u>	<u>\$ 1,789,961</u>

CITY OF WARRENTON, MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	Special Revenue Funds			Capital Projects Fund	Debt Service Funds		
	Cemetery Fund	Parks and Tourism Fund	Industrial Development Authority Fund	Capital Improvements Fund	Neighborhood Improvement District Fund	TIF RPA1 Fund	Total
REVENUES							
Taxes	\$ -	\$ 484,613	\$ -	\$ 547,047	\$ 20,717	\$ 721,810	\$ 1,774,187
Investment income	519	12,576	-	7,030	501	20,728	41,354
Miscellaneous	2,966	-	-	-	-	-	2,966
TOTAL REVENUES	<u>3,485</u>	<u>497,189</u>	<u>-</u>	<u>554,077</u>	<u>21,218</u>	<u>742,538</u>	<u>1,818,507</u>
EXPENDITURES							
Current:							
Administrative	-	-	-		890	-	890
Culture and recreation	-	59,590	-		-	-	59,590
Planning and development	-	-	-		-	13,594	13,594
Debt service:							
Principal, interest and fiscal charges	-	-	-	423,473	46,255	633,521	1,103,249
TOTAL EXPENDITURES	<u>-</u>	<u>59,590</u>	<u>-</u>	<u>423,473</u>	<u>47,145</u>	<u>647,115</u>	<u>1,177,323</u>
EXCESS OF REVENUES OVER EXPENDITURES	3,485	437,599	-	130,604	(25,927)	95,423	641,184
OTHER FINANCING SOURCES (USES)							
Transfer in (out)	-	(331,631)	-	(80,000)	-	-	(411,631)
CHANGE IN FUND BALANCE	3,485	105,968	-	50,604	(25,927)	95,423	229,553
FUND BALANCES - BEGINNING OF YEAR	<u>18,726</u>	<u>339,586</u>	<u>794</u>	<u>361,688</u>	<u>20,193</u>	<u>800,632</u>	<u>1,541,619</u>
FUND BALANCES - END OF YEAR	<u>\$ 22,211</u>	<u>\$ 445,554</u>	<u>\$ 794</u>	<u>\$ 412,292</u>	<u>\$ (5,734)</u>	<u>\$ 896,055</u>	<u>\$ 1,771,172</u>

CITY OF WARRENTON, MISSOURI
SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
CAPITAL IMPROVEMENTS FUND
FOR THE YEAR ENDED JUNE 30, 2023

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
OPERATING REVENUE				
Taxes	\$ 525,000	\$ 525,000	\$ 547,047	\$ 22,047
Investment income	200	200	7,030	6,830
TOTAL OPERATING REVENUE	<u>525,200</u>	<u>525,200</u>	<u>554,077</u>	<u>28,877</u>
EXPENDITURES				
Capital outlay	-	2,030	-	2,030
Debt service:				
Principal, interest and fiscal charges	<u>426,923</u>	<u>426,923</u>	<u>423,473</u>	<u>3,450</u>
TOTAL EXPENDITURES	<u>426,923</u>	<u>428,953</u>	<u>423,473</u>	<u>2,030</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>98,277</u>	<u>96,247</u>	<u>130,604</u>	<u>34,357</u>
OTHER FINANCING SOURCES (USES)				
Transfer in (out)	<u>(335,590)</u>	<u>(335,590)</u>	<u>(80,000)</u>	<u>255,590</u>
CHANGE IN FUND BALANCE	(237,313)	(239,343)	50,604	<u>\$ 289,947</u>
FUND BALANCES - BEGINNING OF YEAR	<u>361,688</u>	<u>361,688</u>	<u>361,688</u>	
FUND BALANCES - END OF YEAR	<u>\$ 124,375</u>	<u>\$ 122,345</u>	<u>\$ 412,292</u>	

CITY OF WARRENTON, MISSOURI
SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
INTERCHANGE FUND
FOR THE YEAR ENDED JUNE 30, 2023

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
OPERATING REVENUE				
Taxes	\$ 2,196,000	\$ 2,196,000	\$ 2,288,687	\$ 92,687
Investment income	1,800	1,800	65,010	63,210
TOTAL OPERATING REVENUE	<u>2,197,800</u>	<u>2,197,800</u>	<u>2,353,697</u>	<u>155,897</u>
EXPENDITURES				
Capital outlay	997,139	997,139	38,734	958,405
Debt service:				
Principal, interest and fiscal charges	991,795	991,795	2,991,797	(2,000,002)
TOTAL EXPENDITURES	<u>1,988,934</u>	<u>1,988,934</u>	<u>3,030,531</u>	<u>(1,041,597)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>208,866</u>	<u>208,866</u>	<u>(676,834)</u>	<u>\$ (885,700)</u>
FUND BALANCES - BEGINNING OF YEAR	<u>3,491,219</u>	<u>3,491,219</u>	<u>3,491,219</u>	
FUND BALANCES - END OF YEAR	<u>\$ 3,700,085</u>	<u>\$ 3,700,085</u>	<u>\$ 2,814,385</u>	

CITY OF WARRENTON, MISSOURI
SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
CEMETERY FUND
FOR THE YEAR ENDED JUNE 30, 2023

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
OPERATING REVENUE				
Investment income	\$ 10	\$ 10	\$ 519	\$ 509
Lot sales	1,650	1,650	2,966	1,316
TOTAL OPERATING REVENUE	1,660	1,660	3,485	1,825
EXPENDITURES				
Capital outlay	2,500	2,500	-	2,500
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(840)	(840)	3,485	\$ 4,325
FUND BALANCES - BEGINNING OF YEAR	18,726	18,726	18,726	
FUND BALANCES - END OF YEAR	\$ 17,886	\$ 17,886	\$ 22,211	

CITY OF WARRENTON, MISSOURI
SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
PARKS AND TOURISM FUND
FOR THE YEAR ENDED JUNE 30, 2023

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
OPERATING REVENUE				
Taxes	\$ 215,736	\$ 215,736	\$ 484,613	\$ 268,877
Investment income	175	175	12,576	12,401
Miscellaneous	200,000	200,000	-	(200,000)
TOTAL OPERATING REVENUE	415,911	415,911	497,189	81,278
EXPENDITURES				
Current:				
Culture and recreation	121,993	121,993	59,590	62,403
Capital outlay	252,869	252,869	-	252,869
TOTAL EXPENDITURES	374,862	374,862	59,590	315,272
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	41,049	41,049	437,599	396,550
OTHER FINANCING SOURCES (USES)				
Transfer in (out)	(328,149)	(328,149)	(331,631)	(3,482)
CHANGE IN FUND BALANCE	(287,100)	(287,100)	105,968	\$ 393,068
FUND BALANCES - BEGINNING OF YEAR	339,586	339,586	339,586	
FUND BALANCES - END OF YEAR	\$ 52,486	\$ 52,486	\$ 445,554	

CITY OF WARRENTON, MISSOURI
SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
TIF RPA1 FUND
FOR THE YEAR ENDED JUNE 30, 2023

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
OPERATING REVENUE				
Taxes	\$ 577,700	\$ 577,700	\$ 721,810	\$ 144,110
Investment income	1,000	1,000	20,728	19,728
TOTAL OPERATING REVENUE	<u>578,700</u>	<u>578,700</u>	<u>742,538</u>	<u>163,838</u>
EXPENDITURES				
Current:				
Planning and development	-	-	13,594	(13,594)
Debt service:				
Principal, interest and fiscal charges	<u>578,700</u>	<u>578,700</u>	<u>633,521</u>	<u>(54,821)</u>
TOTAL EXPENDITURES	<u>578,700</u>	<u>578,700</u>	<u>647,115</u>	<u>(68,415)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>578,700</u>	<u>-</u>	<u>95,423</u>	<u>\$ 95,423</u>
FUND BALANCES - BEGINNING OF YEAR	<u>800,632</u>	<u>800,632</u>	<u>800,632</u>	
FUND BALANCES - END OF YEAR	<u>\$ 1,379,332</u>	<u>\$ 800,632</u>	<u>\$ 896,055</u>	

CITY OF WARRENTON, MISSOURI
SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NEIGHBORHOOD IMPROVEMENT DISTRICT FUND
FOR THE YEAR ENDED JUNE 30, 2023

	BUDGET			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
OPERATING REVENUE				
Taxes	\$ 22,768	\$ 22,768	\$ 20,717	\$ (2,051)
Investment income	900	900	501	(399)
Miscellaneous	2,795	2,795	-	(2,795)
TOTAL OPERATING REVENUE	26,463	26,463	21,218	(5,245)
EXPENDITURES				
Current:				
Administrative	500	500	890	(390)
Debt service:				
Principal, interest and fiscal charges	46,255	46,255	46,255	-
TOTAL EXPENDITURES	46,755	46,755	47,145	(390)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(20,292)	(20,292)	(25,927)	<u>\$ (5,635)</u>
FUND BALANCES - BEGINNING OF YEAR	20,193	20,193	20,193	
FUND BALANCES - END OF YEAR	<u>\$ (99)</u>	<u>\$ (99)</u>	<u>\$ (5,734)</u>	

STATISTICAL SECTION

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

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Governmental Activities:										
Net investment in capital assets	\$ 16,090,087	\$ 13,972,283	\$ 12,660,484	\$ 12,703,829	\$ 12,911,828	\$ 14,498,820	\$ 10,902,568	\$ 11,707,923	\$ 11,160,444	\$ 10,782,285
Restricted	7,076,032	4,085,828	2,536,364	3,370,559	2,647,530	1,742,601	1,200,832	1,293,494	1,682,683	1,540,912
Unrestricted	(10,586,569)	(10,370,303)	(5,364,207)	(7,634,572)	(8,619,280)	(9,643,491)	3,033,667	3,435,281	3,441,922	3,145,212
 Total Governmental Activities Net Position	 \$ 12,579,550	 \$ 7,687,808	 \$ 9,832,641	 \$ 8,439,816	 \$ 6,940,078	 \$ 6,597,930	 \$ 15,137,067	 \$ 16,436,698	 \$ 16,285,049	 \$ 15,468,409
Business-type Activities:										
Net investment in capital assets	\$ 16,656,136	\$ 14,641,938	\$ 15,349,620	\$ 12,859,772	\$ 11,846,447	\$ 11,156,288	\$ 11,079,415	\$ 10,342,918	\$ 9,201,212	\$ 9,443,535
Restricted	854,240	1,005,564	1,001,954	748,858	813,836	733,743	743,006	711,435	843,967	732,638
Unrestricted	5,090,691	5,793,932	4,444,766	5,156,363	5,175,882	4,125,792	3,186,280	3,379,055	3,871,358	3,395,821
 Total Business- Type Net Position	 \$ 22,601,067	 \$ 21,441,434	 \$ 20,796,340	 \$ 18,764,993	 \$ 17,836,165	 \$ 16,015,823	 \$ 15,008,701	 \$ 14,433,408	 \$ 13,916,537	 \$ 13,571,994
Primary Activities:										
Net investment in capital assets	\$ 32,746,223	\$ 28,614,221	\$ 28,010,104	\$ 25,563,601	\$ 24,758,275	\$ 25,655,108	\$ 21,981,983	\$ 22,050,841	\$ 20,361,656	\$ 20,225,820
Restricted	7,930,272	5,091,392	3,538,318	4,119,417	3,461,366	2,476,344	1,943,838	2,004,929	2,526,650	2,273,550
Unrestricted	(5,495,878)	(4,576,371)	(919,441)	(2,478,209)	(3,443,398)	(5,517,699)	6,219,947	6,814,336	7,313,280	6,541,033
 Total Net Position	 \$ 35,180,617	 \$ 29,129,242	 \$ 30,628,981	 \$ 27,204,809	 \$ 24,776,243	 \$ 22,613,753	 \$ 30,145,768	 \$ 30,870,106	 \$ 30,201,586	 \$ 29,040,403

Source: Basic Financial Statements

Source: Financial Statements > Statement of Net Assets

CITY OF WARRENTON, MISSOURI

CHANGES IN NET POSITION LAST TEN FISCAL YEARS

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
EXPENSES:										
Governmental Activities:										
Administrative	\$ 1,767,206	\$ 1,369,251	\$ 1,448,619	\$ 1,404,010	\$ 1,410,331	\$ 1,486,385	\$ 1,656,123	\$ 1,219,117	\$ 1,195,013	\$ 1,221,641
Police department and court	2,614,606	2,576,485	2,254,616	2,178,114	2,044,984	1,775,201	2,348,797	1,741,898	1,749,441	1,614,110
Street department	761,925	893,353	898,344	787,538	869,071	10,823,757	2,534,027	690,255	899,776	639,166
Culture and recreation	1,825,155	1,581,938	1,404,621	1,509,703	1,512,350	905,012	1,070,636	914,347	808,042	951,274
Planning and development	458,543	6,435,171	422,683	412,134	352,571	339,105	436,621	292,289	260,984	282,538
Interest and fiscal charges	542,583	673,798	446,132	488,778	441,530	662,327	46,557	38,077	75,019	79,569
Total Governmental										
Activities Expenses	7,970,018	13,529,996	6,875,015	6,780,277	6,630,837	15,991,787	8,092,761	4,895,983	4,988,275	4,788,298
Business-type Activities:										
Water and Sewer	3,768,159	3,403,912	2,930,340	2,880,792	2,672,691	2,355,567	2,425,791	2,304,573	2,429,527	2,038,641
Total Business-type										
activities expenses	3,768,159	3,403,912	2,930,340	2,880,792	2,672,691	2,355,567	2,425,791	2,304,573	2,429,527	2,038,641
Total Primary										
Government Expenses	11,738,177	16,933,908	9,805,355	9,661,069	9,303,528	18,347,354	10,518,552	7,200,556	7,417,802	6,826,939
REVENUES:										
Governmental Activities										
Charges for services:										
Administrative	618,420	500,110	385,940	355,877	352,625	347,632	343,922	337,963	338,136	338,711
Police department	226,283	216,078	191,922	290,388	375,594	259,387	336,678	494,833	523,854	492,777
Street department	198,190	100,820	185,637	182,193	158,528	124,448	97,497	64,512	47,622	46,508
Culture and recreation	193,436	165,007	98,931	104,466	154,170	63,955	77,931	76,894	70,901	131,188
Planning and development	47,216	45,523	60,569	23,813	29,594	8,996	12,650	6,287	9,453	12,509
Operating Grants and Contributions										
Administrative	406,843	-	-	-	-	-	-	-	-	-
Police department	83,154	87,181	57,243	62,770	56,816	-	-	-	-	-
Culture and recreation	2,399	-	-	-	-	-	-	-	-	-
Capital Grants and Contributions										
Police department	-	-	-	-	-	60,509	13,523	1,125	768	-
Street department	1,716,878	1,258,843	476,056	258,804	320,523	310,955	362,670	326,068	511,811	513,589
Planning and development	-	-	-	-	-	-	487,317	-	265	-
Total Governmental										
Activities Program Revenues	3,492,819	2,373,562	1,456,298	1,278,311	1,447,850	1,175,882	1,732,188	1,307,682	1,502,810	1,535,282

Continued

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

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Business-type Activities:										
Charges for services:										
Water and sewer	4,513,739	4,547,445	4,229,939	4,138,760	3,980,504	3,616,644	3,252,788	3,073,073	3,004,481	2,807,692
Capital Grants and Contributions	764,882	-	122,701	-	-	-	-	-	-	-
Total Business-Type Activities										
Program Revenues	5,278,621	4,547,445	4,352,640	4,138,760	3,980,504	3,616,644	3,252,788	3,073,073	3,004,481	2,807,692
Total Primary Government										
Program Revenues	5,278,621	4,547,445	4,352,640	4,138,760	3,980,504	3,616,644	3,252,788	3,073,073	3,004,481	2,807,692
NET REVENUES (EXPENSES)										
Governmental Activities	(4,477,199)	(11,156,434)	(5,418,717)	(5,501,966)	(5,182,987)	(14,815,905)	(6,360,573)	(3,588,301)	(3,485,465)	(3,253,016)
Business-type Activities	1,510,462	1,143,533	1,422,300	1,257,968	1,307,813	1,261,077	826,997	768,500	574,954	769,051
Net Revenues (Expenses)	(2,966,737)	(10,012,901)	(3,996,417)	(4,243,998)	(3,875,174)	(13,554,828)	(5,533,576)	(2,819,801)	(2,910,511)	(2,483,965)
GENERAL REVENUES AND TRANSFERS										
Governmental activities:										
Taxes	8,289,992	8,176,488	7,066,913	6,089,666	5,518,502	5,498,136	4,463,449	3,774,489	3,708,943	3,806,976
Interest income	232,846	19,714	18,373	94,349	143,911	129,927	21,948	10,895	9,671	7,435
Other miscellaneous revenues	309,103	285,399	232,253	317,045	187,141	239,353	188,103	207,313	215,638	200,042
Transfers	537,000	530,000	(505,997)	500,644	(324,419)	409,352	387,442	359,866	360,079	347,388
Gain on the disposal of capital assets	-	-	-	-	-	-	-	-	7,774	-
Total Governmental Activities										
General Revenues and Transfers	9,368,941	9,011,601	6,811,542	7,001,704	5,525,135	6,276,768	5,060,942	4,352,563	4,302,105	4,361,841
Business-type Activities:										
Interest income	183,589	13,871	56,810	122,497	186,369	152,962	129,735	106,128	89,518	98,224
Other miscellaneous revenues	2,582	17,690	46,240	49,007	1,741	2,435	6,003	2,109	37,347	2,072
Transfers	(537,000)	(530,000)	505,997	(500,644)	324,419	(409,352)	(387,442)	(359,866)	(360,079)	(347,388)
Gain on the disposal of capital assets	-	-	-	-	-	-	-	-	2,803	2,305
Total Business-Type Activities										
General Revenues and Transfers	(350,829)	(498,439)	609,047	(329,140)	512,529	(253,955)	(251,704)	(251,629)	(230,411)	(244,787)
Total Primary Government										
General Revenues and Transfers	9,018,112	8,513,162	7,420,589	6,672,564	6,037,664	6,022,813	4,809,238	4,100,934	4,071,694	4,117,054
CHANGE IN NET POSITION										
Impairment of land value	-	-	-	-	-	-	-	(612,613)	-	-
Governmental Activities	4,891,742	(2,144,833)	1,392,825	1,499,738	342,148	(8,539,137)	(1,299,631)	764,262	816,640	1,108,825
Business-type Activities	1,159,633	645,094	2,031,347	928,828	1,820,342	1,007,122	575,293	516,871	344,543	524,264
Total Primary Government										
Changes In Net Position	\$ 6,051,375	\$ (1,499,739)	\$ 3,424,172	\$ 2,428,566	\$ 2,162,490	\$ (7,532,015)	\$ (724,338)	\$ 668,520	\$ 1,161,183	\$ 1,633,089

Source: Basic Financial Statements > Statement of Activities

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

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General Fund:										
Nonspendable	\$ 81,514	\$ 50,004	\$ 47,256	\$ 39,836	\$ 87,552	\$ 86,897	\$ 61,074	\$ 57,721	\$ 26,028	\$ 9,570
Restricted	-	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	39,257	39,257	36,173	34,673	23,111	23,111	23,111	19,626	19,626	-
Unassigned	1,442,794	3,581,797	3,785,871	3,677,522	3,212,790	3,461,871	3,101,286	3,481,691	4,293,981	4,105,032
Total General Fund	<u>\$ 1,563,565</u>	<u>\$ 3,671,058</u>	<u>\$ 3,869,300</u>	<u>\$ 3,752,031</u>	<u>\$ 3,323,453</u>	<u>\$ 3,571,879</u>	<u>\$ 3,185,471</u>	<u>\$ 3,559,038</u>	<u>\$ 4,339,635</u>	<u>\$ 4,114,602</u>
All Other Governmental Funds:										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ 250	\$ -	\$ 17,920	\$ 15,000	\$ -	\$ -
Restricted	7,067,205	5,032,044	3,736,183	5,189,242	4,490,548	5,870,258	2,144,200	1,079,541	1,443,032	1,265,702
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	794	794	794	794	794	854	914	974	1,605	2,254
Unassigned	(5,734)	-	-	-	-	-	-	-	-	-
Total All Other Governmental Funds	<u>\$ 7,062,265</u>	<u>\$ 5,032,838</u>	<u>\$ 3,736,977</u>	<u>\$ 5,190,036</u>	<u>\$ 4,491,592</u>	<u>\$ 5,871,112</u>	<u>\$ 2,163,034</u>	<u>\$ 1,095,515</u>	<u>\$ 1,444,637</u>	<u>\$ 1,267,956</u>
Total Fund Balance	<u>\$ 8,625,830</u>	<u>\$ 8,703,896</u>	<u>\$ 7,606,277</u>	<u>\$ 8,942,067</u>	<u>\$ 7,815,045</u>	<u>\$ 9,442,991</u>	<u>\$ 5,348,505</u>	<u>\$ 4,654,553</u>	<u>\$ 5,784,272</u>	<u>\$ 5,382,558</u>

Source: Basic Financial Statements > Balance Sheet- Governmental Funds

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

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
REVENUES										
Taxes	\$ 8,556,937	\$ 8,426,310	\$ 7,247,554	\$ 6,257,710	\$ 5,690,501	\$ 5,689,881	\$ 4,669,140	\$ 3,984,006	\$ 3,892,208	\$ 3,855,689
Intergovernmental	911,001	1,346,024	533,299	381,054	317,859	371,464	863,510	327,193	512,844	-
Charges for services	927,123	773,005	604,085	541,811	587,682	470,996	486,294	477,740	478,775	532,509
Licenses and permits	198,190	100,820	185,637	182,193	158,528	124,448	97,497	64,512	47,622	46,508
Fines and forfeitures	158,232	153,713	133,277	232,733	324,301	208,974	284,887	438,237	463,569	442,676
Investment income	232,846	19,714	18,373	94,349	143,911	129,927	23,782	10,895	9,671	7,435
Lot sales	20,816	18,881	15,860	12,340	17,400	13,200	11,100	11,200	11,875	13,600
Miscellaneous	22,576	30,717	57,998	41,975	18,600	63,700	14,565	23,081	50,034	203,931
Total Revenues	11,027,721	10,869,184	8,796,083	7,744,165	7,258,782	7,072,590	6,450,775	5,336,864	5,466,598	5,102,348
EXPENDITURES										
Current:										
Administrative	1,694,438	1,312,999	1,408,416	1,313,335	1,300,999	1,323,181	1,226,676	1,149,621	1,109,120	1,139,627
Police department and court	2,593,047	2,529,255	2,256,494	2,186,105	1,992,171	1,689,962	1,706,546	1,738,139	1,671,038	1,534,367
Street department	398,493	601,722	427,163	483,824	463,709	400,461	399,956	430,823	414,114	386,521
Culture and recreation	1,345,952	1,194,312	1,030,243	1,149,764	1,227,659	719,318	742,571	655,428	621,911	766,546
Planning and development	451,792	6,435,608	417,675	403,846	349,613	347,475	326,369	290,331	257,566	277,431
Capital outlay	813,660	1,715,197	2,104,753	706,699	2,713,317	15,939,000	3,289,377	1,902,157	888,403	337,670
Debt Service:										
Principal	3,758,456	1,166,923	3,113,358	949,819	1,032,949	2,514,760	278,635	626,198	391,515	294,751
Interest	603,607	405,485	459,571	489,977	427,359	502,328	29,890	41,196	66,349	81,589
Issue costs and other fiscal charges	-	175,235	303	301	302	94,412	-	-	29,024	-
Total Expenditures	11,659,445	15,536,736	11,217,976	7,683,670	9,508,078	23,530,897	8,000,020	6,833,893	5,449,040	4,818,502
EXCESS REVENUES OVER (UNDER) EXPENDITURES	(631,724)	(4,667,552)	(2,421,893)	60,495	(2,249,296)	(16,458,307)	(1,549,245)	(1,497,029)	17,558	283,846
OTHER FINANCING SOURCES (USES)										
Proceeds from the sale of capital assets	16,658	10,433	103	18,730	745	106,487	5,755	7,444	9,418	-
Insurance proceeds	-	-	-	97,153	-	-	-	-	-	-
Issuance of debt	-	5,345,000	526,000	450,000	200,000	19,950,000	1,850,000	-	470,000	-
Payments to escrow agent	-	-	-	-	-	-	-	-	(455,341)	-
Premium(discount) on bond issuance	-	(120,262)	-	-	-	86,954	-	-	-	-
Transfer in (out)	537,000	530,000	560,000	500,644	420,605	409,352	387,442	359,866	360,079	347,388
Total Other Financing Sources (Uses)	553,658	5,765,171	1,086,103	1,066,527	621,350	20,552,793	2,243,197	367,310	384,156	347,388
CHANGE IN FUND BALANCES	\$ (78,066)	\$ 1,097,619	\$ (1,335,790)	\$ 1,127,022	\$ (1,627,946)	\$ 4,094,486	\$ 693,952	\$ (1,129,719)	\$ 401,714	\$ 631,234
Debt service as a percentage of noncapital expenditures	40.2%	12.6%	34.4%	20.5%	18.9%	17.4%	4.7%	13.1%	10.1%	8.3%

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

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

Fiscal Year	Residential	Commercial	Agriculture	Personal	Total	Estimated Appraised Value	Ratio Total Assessed to Total Estimated Appraised Value	Total Direct Tax Rate
2023	\$ 64,913,287	\$ 27,593,148	\$ 226,908	\$ 26,195,266	\$ 118,928,609	\$ 508,432,829	23 %	\$ 0.4580
2022	61,572,146	28,198,282	222,549	21,859,264	111,852,241	479,681,568	23	0.4658
2021	57,921,230	27,499,183	284,167	19,160,684	104,865,264	450,691,176	23	0.4658
2020	55,260,574	26,689,643	294,248	17,824,865	100,069,330	430,230,450	23	0.4615
2019	54,043,716	25,332,983	292,395	17,693,335	97,362,429	419,175,946	23	0.4615
2018	52,834,475	25,182,960	292,384	17,295,950	95,605,769	411,149,257	23	0.4615
2017	52,464,922	25,038,433	297,610	17,223,550	95,024,515	408,578,727	23	0.4615
2016	52,118,994	24,746,207	309,338	16,577,895	93,752,434	404,003,677	23	0.4615
2015	52,601,336	24,807,693	305,763	17,600,760	95,315,552	409,776,338	23	0.4591
2014	52,431,744	24,787,388	298,692	16,168,410	93,686,234	404,460,019	23	0.4510

Source: Warren County Assessor

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

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
City of Warrenton										
Operating	\$ 0.2877	\$ 0.2926	\$ 0.2926	\$ 0.2899	\$ 0.2899	\$ 0.2899	\$ 0.2899	\$ 0.2899	\$ 0.2884	\$ 0.2883
Parks	0.1703	0.1732	0.1732	0.1716	0.1716	0.1716	0.1716	0.1716	0.1707	0.1707
Total City of Warrenton	0.4580	0.4658	0.4658	0.4615	0.4615	0.4615	0.4615	0.4615	0.4591	0.4590
Overlapping governments:										
State of Missouri	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300
Warren County										
(includes county and road and bridge)	0.2567	0.2503	0.2402	0.2754	0.2772	0.2798	0.2757	0.2816	0.2882	0.2993
Library	0.1908	0.1908	0.1908	0.1973	0.1973	0.2008	0.2008	0.2008	0.2008	0.2008
SB40	0.1598	0.1603	0.1603	0.1603	0.1603	0.1603	0.1603	0.1603	0.1603	0.1603
School District	4.2793	4.2715	4.2683	4.2625	4.2614	4.2230	4.1946	4.1698	4.1799	4.1445
Fire District	0.4493	0.4497	0.4497	0.4497	0.4497	0.4497	0.4497	0.4497	0.4497	0.4497
Ambulance District	0.4901	0.4931	0.4931	0.4991	0.4991	0.4991	0.4991	0.4991	0.4991	0.4991
Total Overlapping Governments	5.8560	5.8457	5.8324	5.8743	5.8750	5.8427	5.8102	5.7913	5.8080	5.7837
Total City and Overlapping Governments	\$ 6.3140	\$ 6.3115	\$ 6.2982	\$ 6.3358	\$ 6.3365	\$ 6.3042	\$ 6.2717	\$ 6.2528	\$ 6.2671	\$ 6.2427

Source: Warren County Collector

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

<u>Tax Payer</u>	2023			2014		
	Taxable Assessed Value	Rank	Percentage of Total City Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Assessed Value
TKG Warren County LLC-Walmart, Retail, Applebees	\$ 3,144,000	1	2.98 %	\$ 3,146,880	1	4.05 %
Orange Blossom Estates LLC	2,902,293	2	2.75			
Brinkley Acquisition Co - SAF/Holland USA, Inc.	1,941,261	3	1.84	1,929,303	2	2.48
Rural King Realty LLC	1,816,362	4	1.72			
Warrenton Creekside Apartments LLC	1,506,818	5	1.43			
Fast Lane Group Inc.	1,169,322	6	1.11	1,153,280	3	1.48
Warrenton Shopping Center	994,218	7	0.94			
MDC Coast 26 LLC - Schnucks	919,056	8	0.87			
Warrenton BB RE LLC	795,711	9	0.75			
Fairgrounds Villa LP	745,577	10	0.71			
Ameren				849,800	4	1.09
Villas at Hawthorne LP				572,223	5	0.74
Aldi Inc.				558,106	6	0.72
Warrenton Clearpath Property Invest				533,096	7	0.69
Progress Bank of Missouri				524,480	8	0.67
Warren County Properties LLC				513,392	9	0.66
Warrenton Eight Cinema				498,880	10	0.64
Total	<u>\$ 15,934,618</u>		<u>15.10 %</u>	<u>\$ 10,279,440</u>		<u>13.22 %</u>

Source: Warren County Assessor

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

<u>Fiscal Year</u>	<u>Net Tax Levy</u>	<u>Collections in Year of Levy</u>	<u>Percentage Collected in Year of Levy</u>	<u>Collected in Subsequent Years</u>	<u>Total Collected</u>	<u>Percentage Collected</u>	<u>Outstanding Delinquent Taxes</u>	<u>Outstanding Delinquent Taxes as a Percentage of Net Tax Levy</u>
2023	\$ 564,962	\$ 533,730	94.5 %	\$ -	\$ 533,730	94.5 %	\$ 31,232	5.5 %
2022	526,981	504,817	95.8	16,257	521,074	95.8	5,907	1.1
2021	504,207	485,648	96.3	14,262	499,910	96.3	4,297	0.9
2020	476,126	457,594	96.1	14,874	472,468	99.2	3,658	0.8
2019	454,279	435,048	95.8	18,313	453,361	99.8	918	0.2
2018	447,961	430,449	96.1	16,803	447,252	99.8	709	0.2
2017	441,855	422,442	95.6	18,707	441,149	99.8	706	0.2
2016	435,458	426,929	98.0	7,951	434,880	99.9	578	0.1
2015	440,776	407,730	92.5	32,511	440,241	99.9	535	0.1
2014	448,156	418,742	93.4	28,953	447,695	99.9	461	0.1

Source: Warren County Collector

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Debt Limit	\$ 11,892,860	\$ 11,313,443	\$ 11,185,224	\$ 10,486,526	\$ 10,006,933	\$ 9,736,242	\$ 9,560,576	\$ 9,502,451	\$ 9,375,243	\$ 9,531,555
Net debt applicable to limit	<u>5,025,000</u>	<u>5,310,000</u>	<u>5,590,000</u>	<u>5,865,000</u>	<u>6,135,000</u>	<u>6,400,000</u>	-	-	-	-
Legal Debt Margin	<u>\$ 6,867,860</u>	<u>\$ 6,003,443</u>	<u>\$ 5,595,224</u>	<u>\$ 4,621,526</u>	<u>\$ 3,871,933</u>	<u>\$ 3,336,242</u>	<u>\$ 9,560,576</u>	<u>\$ 9,502,451</u>	<u>\$ 9,375,243</u>	<u>\$ 9,531,555</u>
Total Net Debt Applicable to the Limit as a Percentage of the Debt Limit	42.25%	46.94%	49.98%	55.93%	61.31%	65.73%	0.00%	0.00%	0.00%	0.00%

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

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

Fiscal Year	Governmental Activities					Business-type Activities			Total Primary Government	Percentage of Personal Income	Per Capita
	Neighborhood Improvement District Bonds	General Obligation Bonds	Loans	Certificates of Participation	TIF Bonds	Water Pollution Revenue Bonds	Certificates of Participation	Sewer System Revenue Bonds			
2023	\$ -	\$ 5,084,966	\$ 6,413,457	\$ -	\$ 4,826,462	\$ -	\$ -	\$ 12,731,054	\$ 29,055,939	11.9 %	\$ 3,167
2022	44,000	5,374,464	9,417,913	-	5,238,100	292,692	-	13,232,404	33,599,573	16.0	3,779
2021	64,000	5,658,962	10,284,836	-	-	582,341	-	7,860,000	24,450,139	13.1	2,811
2020	83,000	5,938,460	12,578,194	-	-	867,001	130,000	8,180,000	27,776,655	15.3	3,295
2019	101,000	6,212,958	12,790,013	-	-	1,125,000	260,000	8,490,000	28,978,971	15.6	3,452
2018	118,000	6,482,456	13,320,962	-	-	1,390,000	380,000	8,790,000	30,481,418	13.5	3,704
2017	148,722	-	1,850,000	425,000	-	1,650,000	500,000	9,085,000	13,658,722	6.2	1,652
2016	177,357	-	-	675,000	-	1,900,000	625,000	9,370,000	12,747,357	6.3	1,565
2015	205,110	-	363,445	910,000	-	2,145,000	745,000	9,650,000	14,018,555	7.2	1,728
2014	231,053	-	424,017	1,215,000	-	2,385,000	830,000	-	5,085,070	2.5	632

CITY OF WARRENTON, MISSOURI
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonds (1)	Less: Amounts Available in Debt Service Fund (2)	Total	Percentage of Personal Income	Per Capita
2023	\$ 5,084,966	\$ -	\$ 5,084,966	1.0 %	\$ 554
2022	5,374,464	-	5,374,464	1.1	604
2021	5,658,962	-	5,658,962	1.3	651
2020	5,938,460	-	5,938,460	1.4	705
2019	6,212,958	-	6,212,958	1.5	740
2018	6,482,456	-	6,482,456	1.6	788
2017	-	-	-	0.0	-
2016	-	-	-	0.0	-
2015	-	-	-	0.0	-
2014	-	-	-	0.0	-

- (1) General Obligation Bonds are show net of original issuance discounts and premiums.
(2) The City does not have a tax dedicated to the repayment of the General Obligation Bonds,
historically payments have been made by the Capital Improvement Fund.

CITY OF WARRENTON, MISSOURI
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2023

<u>Governmental Unit</u>	<u>Debt Outstanding⁽¹⁾</u>	<u>Estimated Percentage Applicable⁽²⁾</u>	<u>Estimated Share of Overlapping Debt</u>
School District	\$ 11,675,000	95.0 %	\$ 11,091,250
Library	18,230,000	10.0	1,823,000
Subtotal, Overlapping Debt			12,914,250
City Direct Debt			16,324,885
Total Direct and Overlapping Debt			<u>\$ 29,239,135</u>

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

(1) Represents only general obligation bonds for entities that are not the City.

(2) Estimates are based on 2021 real and personal property assessment.

CITY OF WARRENTON, MISSOURI**PLEDGED REVENUE COVERAGE****LAST TEN FISCAL YEARS****Water and Sewer Revenue Bonds**

Fiscal Year	Gross Earnings	Operating and Maintenance Expense	Net Revenue Available for Debt Service	Debt Service		Coverage
				Principal	Interest	
2023	\$ 4,699,910	\$ 1,806,543	\$ 2,893,367	\$ 775,000	\$ 408,672	2.44
2022	4,565,135	1,512,895	2,989,344	615,000	428,851	3.23
2021	4,332,989	1,343,645	2,443,854	600,000	315,818	2.62
2020	3,772,041	1,328,187	2,732,908	545,000	388,685	2.97
2019	4,168,614	1,435,706	2,443,854	565,000	356,579	2.62
2018	3,772,041	1,328,187	1,928,351	555,000	376,455	2.07
2017	3,388,526	1,460,175	1,902,874	535,000	395,728	2.03
2016	3,181,310	1,278,436	1,765,996	525,000	414,496	2.22
2015	3,134,149	1,368,153	1,663,335	500,000	294,872	4.55
2014	2,910,293	1,246,958	1,622,285	230,000	135,214	4.38

Special Assessment Bonds

Fiscal Year	Special Assessment Collections	Debt Service		Coverage
		Principal	Interest	
2023 (1)	\$ 20,717	\$ 44,000	\$ 2,255	0.45
2022	22,621	20,000	3,280	1.03
2021	23,920	19,000	4,254	0.98
2020	22,602	18,000	5,176	0.98
2019	22,569	17,000	6,046	1.01
2018	38,835	30,722	7,902	1.01
2017	38,318	28,635	9,452	1.00
2016	38,831	27,753	11,047	1.00
2015	38,523	25,943	12,522	1.00
2014	38,149	24,177	13,905	0.97

Source: City Records

(1) The City used current tax collections and reserve funds to pay off the outstanding balance of the bonds in 2023.

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

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Median Age (2)</u>	<u>Personal Income (2)</u>	<u>Per Capita Income (2)</u>	<u>School Enrollment (3)</u>	<u>County Unemployment Rate (4)</u>
2023	9,176	33.2	\$ 198,769,296	\$ 26,622	\$ 3,104	3.1 %
2022	8,892	34.3	191,133,540	23,599	3,108	2.1
2021	8,697	34.3	186,942,015	21,495	3,023	4.7
2020	8,429	34.3	181,181,355	21,495	3,018	4.7
2019	8,396	34.3	180,472,020	22,154	3,028	3.0
2018	8,229	35.5	226,486,767	27,523	3,051	3.1
2017	8,266	34.8	221,900,770	26,845	3,141	3.8
2016	8,144	32.1	202,541,280	24,870	3,169	4.4
2015	8,112	31.5	194,955,696	24,033	3,256	6.0
2014	8,052	31.0	202,411,176	25,138	3,210	6.6

(1) Census Bureau,

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

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

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

(5) City building department new housing

CITY OF WARRENTON, MISSOURI
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TWO YEARS AGO

<u>Employer</u>	<u>2023</u>			<u>2021</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>
Wal-Mart	400	1	11 %	286	3	8 %
Warren County R-III Schools	251	2	7	418	1	11
SAF/Holland USA, Inc.	200	3	5	400	2	11
Schnucks	175	4	5	63	8	2
Warren County Government	136	5	4	132	5	3
City of Warrenton	111	6	3	87	7	2
Child Evangelism Fellowship (CEF)	107	7	3	138	4	4
Warrenton Manor	81	8	2	55	9	1
Rural King	60	9	2	93	6	2

Source: Information provide be employers within the City

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

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

<u>Function/Program</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Elected Officials:										
Mayor	1	1	1	1	1	1	1	1	1	1
Alderman	6	6	6	6	6	6	6	6	6	6
Municipal Court Judge	1	1	1	1	1	1	1	1	1	1
General Government:										
Administration	4	4	4	4	4	4	5	4	4	4
Finance	4	4	4	4	4	4	4	4	4	4
Municipal Court	2	2	1	1	1	1	1	1	2	1
Utility Billing	1	1	1	1	1	1	1	1	1	1
Marketing/Public Relations	1	1	1	1	1	2	-	-	-	-
Planning	1	1	1	1	1	-	-	-	-	-
Building	3	3	3	3	5	5	4	4	4	4
Grounds & Maintenance	8	8	7	8	7	6	6	6	5	5
Street	5	5	5	5	5	5	5	5	5	5
Water	6	7	6	6	6	6	5	6	6	6
Sewer/Treatment Plant	7	7	7	7	7	7	7	7	7	7
Other	-	-	-	-	-	1	2	3	2	6
Police:										
Officers	25	27	30	26	25	23	22	22	22	20
Administrative/Records	5	4	4	4	3	3	3	3	3	3
Animal Control	2	2	2	2	2	2	2	2	2	2
Pool:										
Administration	2	2	2	2	-	-	-	-	-	-
Swim Instructors	0	0	0	-	-	-	-	-	-	-
Water Fitness	0	0	0	-	-	-	-	-	-	-
Guest Services	2	2	2	2	-	-	-	-	-	-
Lifeguards	6	6	6	6	-	-	-	-	-	-
Total	<u>84</u>	<u>86</u>	<u>86</u>	<u>83</u>	<u>71</u>	<u>70</u>	<u>67</u>	<u>67</u>	<u>65</u>	<u>67</u>

Note: Hired management company for pool in prior years

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

Function/Program	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Police - Patrol:										
Arrests	433	407	304	513	589	489	464	397	448	441
Citations	1,079	1,235	1,582	1,955	2,635	1,777	1,768	2,887	3,288	2,544
Calls for Service	18,591	25,187	21,246	23,852	25,194	24,051	27,838	35,652	33,636	26,759
Accidents	322	373	386	308	382	373	400	403	353	309
Building Inspection:										
Single Family	30	12	76	77	56	52	11	8	5	2
Multi-Family	16	9	11	20	16	-	1	-	-	-
Commercial	8	3	3	1	4	4	3	3	1	-
Occupancy (1)	411	368	472	267	N/A	N/A	N/A	N/A	N/A	N/A
Other Permits	309	263	250	292	175	174	155	160	133	198
Inspections	2,493	2,368	3,916	4,005	2,102	1,561	723	628	331	459
Planning and Zoning:										
Rezoning	2	4	3	4	1	3	-	-	-	1
Site Plans	4	10	4	5	3	6	15	4	6	10
Record Plans	6	4	5	-	-	4	6	2	-	-
Prelim Plans/Plats	3	4	2	4	-	-	-	-	1	-
Planned Developments	4	4	-	2	-	1	-	1	1	-
Conditional Use Permits	3	6	2	4	2	3	11	4	5	6
Boundary Line Adjustment	2	2	6	1	5	4	-	1	1	-
Subdivision	4	-	-	2	4	-	-	-	-	-
Parks:										
Pavilion/Field Rentals	64	74	76	48	68	74	69	72	76	69
Pool Usage (2)	34,127	23,114	15,136	19,878	20,139	-	-	-	-	-
Warren Co Senior Center Meals	6,108	4,980	6,256	5,333	5,333	5,333	3,935	2,559	5,051	5,333
Hours Mowed	2,941	3,288	3,556	3,795	3,163	3,315	3,573	2,765	3,462	2,719
Administrative and Finance										
Request for Information	157	131	148	110	130	144	481	598	610	537
Business License Issues	669	665	692	533	471	417	371	323	293	276
AP Checks	2,976	3,214	1,958	2,064	2,334	2,185	2,224	2,206	2,373	2,383

Sources: City Department Records

Note:

(1) Occupancy inspections not preformed prior to 2020

(2) The City constructed new pool facilities 2019