

CITY OF GRANDVIEW MISSOURI

Comprehensive Annual Financial Report



**For the fiscal Year Ended
September 30, 2015**

CITY OF GRANDVIEW, MISSOURI

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2015**

Prepared by the Finance Department

Cemal Umut Gungor, Director of Finance

**Member of the Government Finance Officers Association
Of the United States and Canada**

Independent Auditors

**Cochran Head Vick & Co., P.C.
Certified Public Accountants**



CITY OF GRANDVIEW, MISSOURI

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Introductory Section



February 26, 2016

CITIZENS, HONORABLE MAYOR, BOARD OF ALDERMEN, CITY OF GRANDVIEW, MISSOURI

The Comprehensive Annual Financial Report (CAFR) of the City of Grandview, Missouri, for the fiscal year ended September 30, 2015 is hereby submitted for your review. This report is submitted to you in compliance with Missouri Revised Statute 105.145 (2) which requires an annual report to the Board of Aldermen on the financial condition of the City.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various activities of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The independent auditing firm of Cochran Head Vick & Co., P.C. has audited the City of Grandview's financial statements. The purpose of the audit was to provide assurance that the City's financial statements for year ended September 30, 2015 are free of material misstatements. The independent audit involved examining, on a random test basis, evidence supporting the amounts and disclosures in the government-wide and fund financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation.

This report is prepared in accordance with Generally Accepted Accounting Principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB). GAAP now requires that management provide a narrative introduction, overview, an analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of Grandview's MD&A can be found immediately following the Independent Auditor's Report.

PROFILE OF THE CITY

The City of Grandview, originally incorporated in 1912, is organized as a fourth-class city under State statutes. The City operates under a Board of Alderman/City Administrator form of government. The Board is comprised of a Mayor and six Aldermen. The Mayor is elected at-large for a two-year term. The City is divided into three wards with two Aldermen elected from each ward for two-year terms. The Municipal Judge is elected at-large for a two-year term.

The Board of Aldermen is responsible for enacting ordinances, resolutions, and policies governing the City as well as appointing the City Administrator, the City Clerk, and members of various advisory boards. The Board adopts an annual budget and sets the levy to be assessed against real and personal property.

The City Administrator is authorized to transfer budgeted amounts between departments within any fund and/or authorize departmental expenditures in excess of budgeted amounts. Any revision that alters the total expenditures of any fund must be approved by the Board of Aldermen. The City Administrator is responsible for administering the City's activities in accordance with the policies and budget adopted by the Board of Aldermen.

The City of Grandview, Missouri encompasses 14.73 square miles and has a population of approximately 25,290. The City is located in southern Jackson County, about 15 miles south of downtown Kansas City, Missouri. Kansas City borders Grandview on the north, east, and west and Belton borders on the south. The former Richards-Gebaur Airport (now an intermodal facility) is immediately south of the City and Longview Lake adjoins the City's eastern border.

The City provides the following services: police and fire protection, emergency medical services, code enforcement, building inspections, construction and maintenance of streets and infrastructure, sanitary sewerage utility, recreational activities and cultural events, and general government services such as general administration, finance and accounting, planning and zoning, county tax collections, and municipal court. The City also operates a State of Missouri Motor Vehicle and License Office which provides services for licensing individuals and registering motor vehicles in the state of Missouri.

SUMMARY OF LOCAL ECONOMIC CONDITIONS

The following is a glimpse of some of the key accomplishments within the City in Fiscal Year 2015 as well as anticipated development for FY 2016:

Finance

- Review and renegotiation of several contracts with vendors such as cable, telephone, and wireless, saving the City over \$60,000.
- Issuance of general obligation (GO) bonds in the amount of \$9.5 million. Bond proceeds will be used in various parks and public safety projects.
- Refinanced one of City's long term debts to a lower interest rate and saved the City over \$500,000.
- Implemented City-wide Printers/Fax/Copiers contract, simplifying the process and saving the City \$20,000 to \$40,000 annually.
- Implemented a City-wide fuel contract (partnership with surrounding government agencies) that yields to over 6% savings on City's fuel cost.
- Title search fees are increased to meet market rate (last increase was 1983).



Economic Development

- One year ago, Truman Corners stood as a dated strip mall nearly empty. Now it is transforming into **Truman's Marketplace**. It is home to Burlington, and soon-to-be home to new stores such as 5 Below, Ross Dress for Less, Petco, TJ Maxx and many others.



- The biggest project this year could be the highly publicized Gateway Village just off of Highway 150 east of Byars Road. Developers chose Grandview to build what they call “the largest amateur sports complex in the state of Missouri.” There will be 14 soccer fields, hotels, and a number of restaurants, as components of this multi-million dollar mixed use project. It has taken longer than expected to get going, but ultimately we believe together we can hammer out a plan that works for the developers and Grandview.
- Shalimar Park, our last untouched park, will finally get a long overdue facelift, thanks to the 2014 bond money. Also, the interior of Fire Station #1 and 3 will be remodeled for the first time in 40 years.

- One of the biggest makeovers to happen to Grandview is on our Main Street. Walk downtown and you'll see a space transformed into a hip, upscale coffee shop; a locally grown, organic, grocer recently featured in the January issue of FEAST magazine, and other upscale businesses. On the side streets, some small old homes are now home to charming locally-owned restaurants.



- As we work to make Main Street a destination, the arts could be the key to a revitalized downtown. This year, the Public Works Department is leading the effort to obtain grant money to further revitalize downtown through the arts. The grant could be enough to pay for a position to plan and oversee events on Main Street that cultivate artists and artistic endeavors.



Public Infrastructure and Facilities

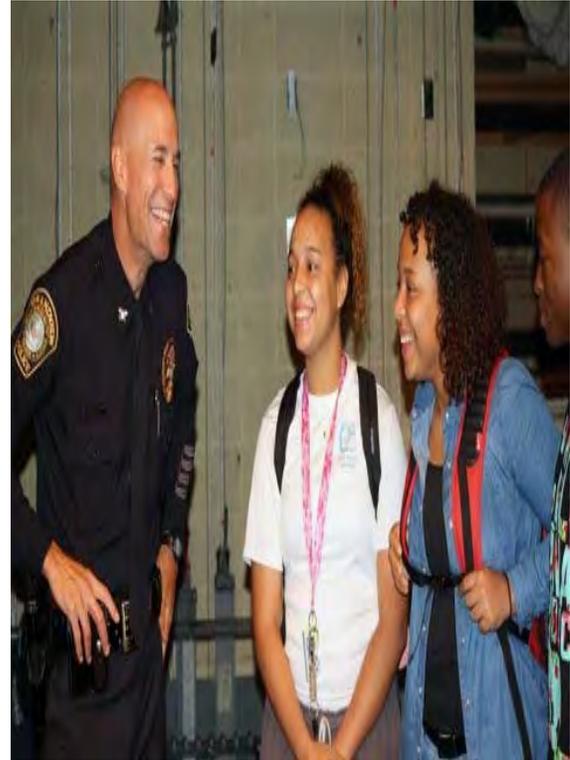
- Citizens will get big improvements this year thanks to a 2014 bond package passed by Grandview residents. We have already accomplished some big things with these funds. Crews took advantage of the warm fall weather to start building a new amphitheater across from The View. Buildings and a stage are now sitting on once empty land creating an amazing opportunity to make Grandview a destination for everyone in the metro area. The Amphitheater will open this spring. Its first concert will initiate the new outdoor venue during the Truman Heritage Festival May 5th through 7th.



- Public Works will soon rebuild the historic Highway 40 Bridge and install it over the Little Blue River. This connects the Tails & Trails Dog Park Trail to Longview Lake Trail. This summer, Grandview will receive another historic bridge that was given to us by the US Army Corp of Engineers. That bridge will be added to a major new two mile trail connecting the Truman Farm Home to Longview Lake. This will be called the Presidential Trail and will further add to Grandview's appeal as a walkable city.
- For some projects, we are teaming up financially with other cities and even businesses to accomplish great things. Improvements to 155th street will be done in partnership with the City of Belton. New connectors to frontage roads and I-49 are expected to start this year, as we partner with the state on this project. In an effort to improve access to Grandview's prime development properties, the City plans to apply for federal aid to complete frontage road conversions. Public works will apply for ten million dollars in grant funds to ensure Grandview gets assistance for what we need to accomplish.

Public Safety

- Those serving and protecting Grandview are stepping outside the patrol cars and will soon be pedaling along their beats. In 2016, the Grandview Police Department has plans to reinstate its bike patrol in city parks and shopping districts. Along with new training and intelligence-based policing, this is one of the new ways Grandview Police Officers hope to keep crime trending downward in Grandview.



- The Fire Department is receiving new fitness equipment paid for with grant funds. In addition, a new pumper is expected to be added to the Grandview fleet this spring. Our 105-foot ladder truck is also going in for a complete overhaul. Workers will remake the ladder truck from bumper to bumper.

Miscellaneous

- More citizens are engaging with the city on social media sites. Over the past few months, we've added more than a dozen followers every week on our Facebook page. Some posts on the page have reached more people than the entire population of Grandview. On Twitter, while we only have around 1,200 followers, our tweets are consistently reaching more than three times that number.
- In 2015, the city launched its Instagram. During last month's snow and ice, the city used these tools to keep people updated on the snow plows' progress. Following Grandview on social media is an easy way to be an involved and informed citizen.

RELEVANT FINANCIAL POLICIES

The City's reserve policy indicates that the City will maintain an unreserved fund balance equal to or greater than 20% of general fund operating expenditures and obligated debt service transfers. Unreserved general fund balance for fiscal year 2015 represents 29.5% of total general fund expenditures.

AWARDS AND ACKNOWLEDGEMENT

Grandview will remain a steady financial force in the coming years and is on the road to keeping its stellar credit rating. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Grandview for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended September 30, 2014. This was the 28th consecutive year that the City has achieved this award and will continue striving to receive this prestigious award every year.

In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles (GAAP) and applicable legal requirements. The Certificate of Achievement is valid for a period of one year. We believe that our current CAFR continues to conform to the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

I would like to thank the Board of Aldermen for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner. Preparation of this report would not have been possible without the dedicated efforts of the entire City staff. I would like to especially thank Phil Smith, Rita Lohkamp, Frank Merkle, Holly Beyer and Kimberly Mosley, for all of their hard work and coordination in compiling the City's financial data. Sincere thanks also go to all City staff that provided assistance. I would also like to thank our independent auditors, Cochran Head Vick & Co., P.C., for the professional manner in which they have accomplished our audit and their assistance in the publication of the City's Comprehensive Annual Financial Report.

Respectfully submitted,



Cory L. Smith
City Administrator



Cemal Umut Gungor
Director of Finance/City Treasurer



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

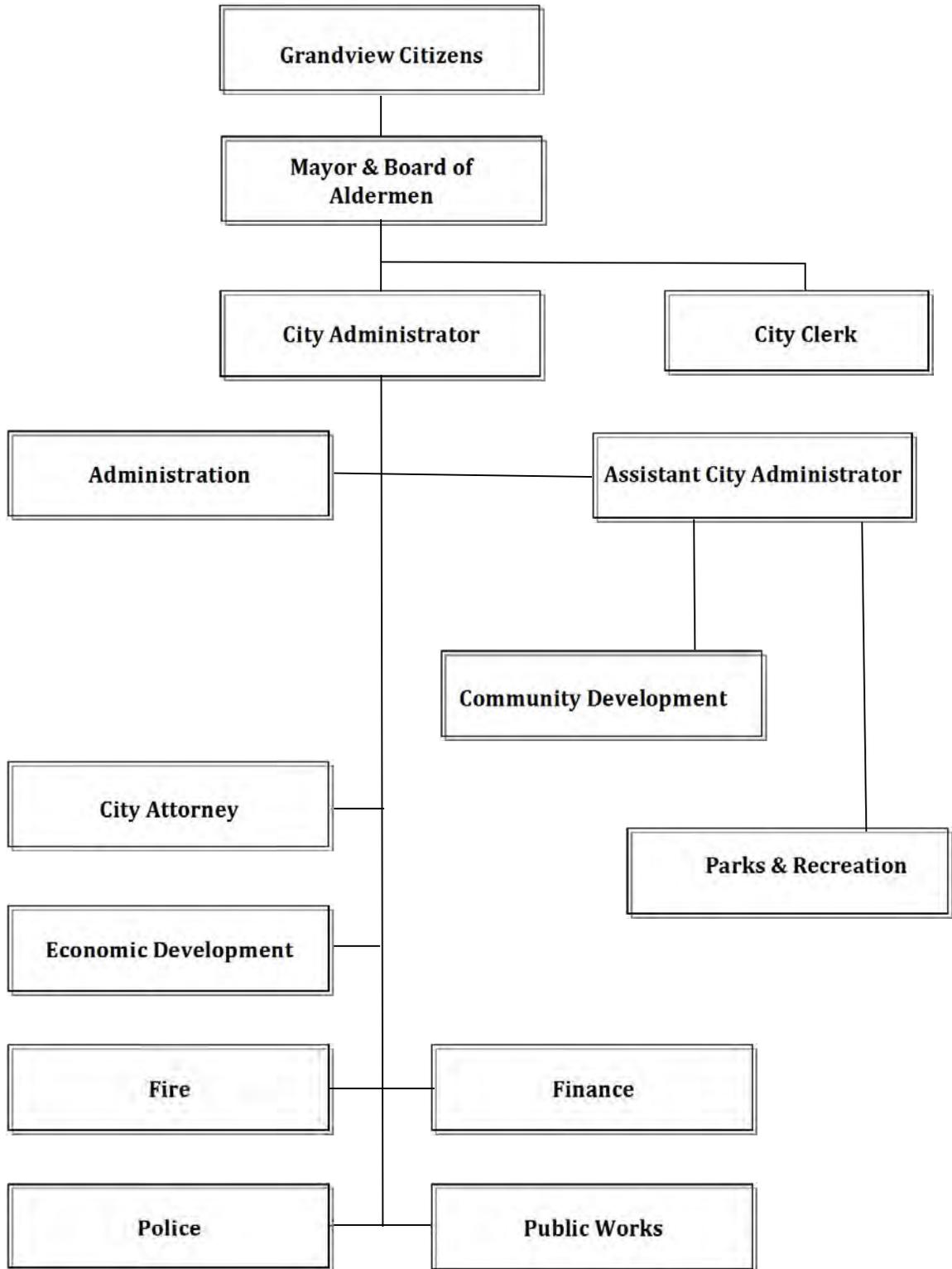
**City of Grandview
Missouri**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2014

Executive Director/CEO

**CITY OF GRANDVIEW, MISSOURI
ORGANIZATIONAL CHART
SEPTEMBER 30, 2015**



CITY OF GRANDVIEW

LIST OF PRINCIPAL OFFICIALS

SEPTEMBER 30, 2015

ELECTED OFFICIALS:

Mayor	Leonard D. Jones, Jr.
Alderman, Ward I	Sandra Kessinger
Alderman, Ward I	Debbie Bibbs
Alderman, Ward II	Annette Turnbaugh
Alderman, Ward II	Brian Hochstein
Alderman, Ward III	James N. Crain
Alderman, Ward III	John Maloney
Municipal Court Judge	Donald Crow

CITY OFFICIALS:

City Administrator	Cory L. Smith
Assistant City Administrator	Kirk Decker
City Clerk	Becky Schimmel
City Collector & Treasurer	Cemal Umut Gungor
City Engineer	Jaelyn White
Community Development Director	Chris Chiodini
Director of Finance	Cemal Umut Gungor
Fire Chief	Ron Graham
Parks & Recreation Director	Eric Lucas
Police Chief	Charles Iseman
Public Works Director	Dennis Randolph

FINANCE DEPARTMENT OFFICIALS:

Director of Finance	Cemal Umut Gungor
Senior Accountant	Phillip S. Smith
Senior Accountant	Rita M. Lohkamp
Accounting Supervisor	Frank Merkle
Financial Analyst	Holly Beyer
Finance Assistant	Kimberly Mosley

Financial Section



COCHRAN HEAD VICK & CO., P.C.

& Co

Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

1251 NW Briarcliff Pkwy
Suite 125
Kansas City, MO 64116
(816) 584-9955
Fax (816) 584-9958

The Honorable Mayor and
Members of the Board of Aldermen
City of Grandview, Missouri

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Grandview, Missouri (the City) as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2015, 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.

Other Offices

1333 Meadowlark Lane
Kansas City, KS 66102
(913) 287-4433
(913) 287-0010 FAX

5700 Broadmoor St, Suite 202
Mission, Kansas 66202
(913) 378-1100
(913) 378-1177 FAX

400 Jules Street
Suite 415
St. Joseph, MO 64501
(816) 364-1118
(816) 364-6144 FAX

Change in Accounting Principle

As described in Note 13 to the financial statements, in 2015, the City adopted new accounting guidance, GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the 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 combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by Governmental Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 26, 2016, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Kansas City, Missouri
February 26, 2016

Cochran Head UICD & Co., P.C.

MANAGEMENT DISCUSSION AND ANALYSIS

SEPTEMBER 30, 2015

As management of the City of Grandview, Missouri, we offer readers this narrative overview and analysis of the financial activities of the City of Grandview, Missouri, for the fiscal year ended September 30, 2015. We encourage readers to consider the information presented in conjunction with the transmittal letter at the front of this report and the City's financial statements, which follow this section.

Financial Highlights

- The assets of the City of Grandview exceeded its liabilities at the close of the most recent fiscal year by \$66,805,419 (net position). Of this amount, \$3,653,961 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- During FY 2015, the City's net position decreased by \$474,303 from the City's "governmental activities" and increased by \$231,578 from the City's "business-type activities."
- The City's debt obligations increased by \$7,806,363 during the current fiscal year as new general obligation debt of \$9,500,000 was issued and \$990,000 of general obligation debt was retired. There were also \$390,000 in certificates of participation and \$205,000 of the TIF loan that were retired. In addition, new developer agreements were approved for \$95,205 and retirements and other adjustments were processed on developer agreements for \$203,842.

Overview of the Financial Statements

This discussion and analysis is provided as an introduction to the basic financial statements. The basic financial statements consist 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.

Government-wide financial statements. The *government-wide financial statements* are a broad overview of the City's finances in a manner similar to a private business.

The *statement of net position* presents all of the City's assets and liabilities with the difference between the two reported as *net position*. Net position is an important measure of the City's overall financial health. The increases and decreases in net position can be monitored to determine whether the City's financial position is improving or deteriorating.

The *statement of activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements report functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) or 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 for the City included general government, public safety, community development, public works, and culture and recreation. The business-type activities for the City included the sanitary sewer system.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City uses fund accounting to ensure compliance with finance-related legal requirements. These funds are divided into three categories: governmental funds, proprietary funds and fiduciary funds.

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

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

Proprietary funds. The City uses two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses an enterprise fund to account for its sanitary sewer activities. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses an internal service fund to account for its self-insurance activities. Because these services predominately benefit governmental rather than business-type functions, they have been included within the *governmental activities* in the government-wide financial statements.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The City's agency funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs.

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

Other information. In addition to the basic financial statements and accompanying notes, this report also contains certain *required supplementary information* regarding budgetary, pension, and other post-employment obligation information. The combining statements for the non-major funds are presented immediately following the required supplementary information.

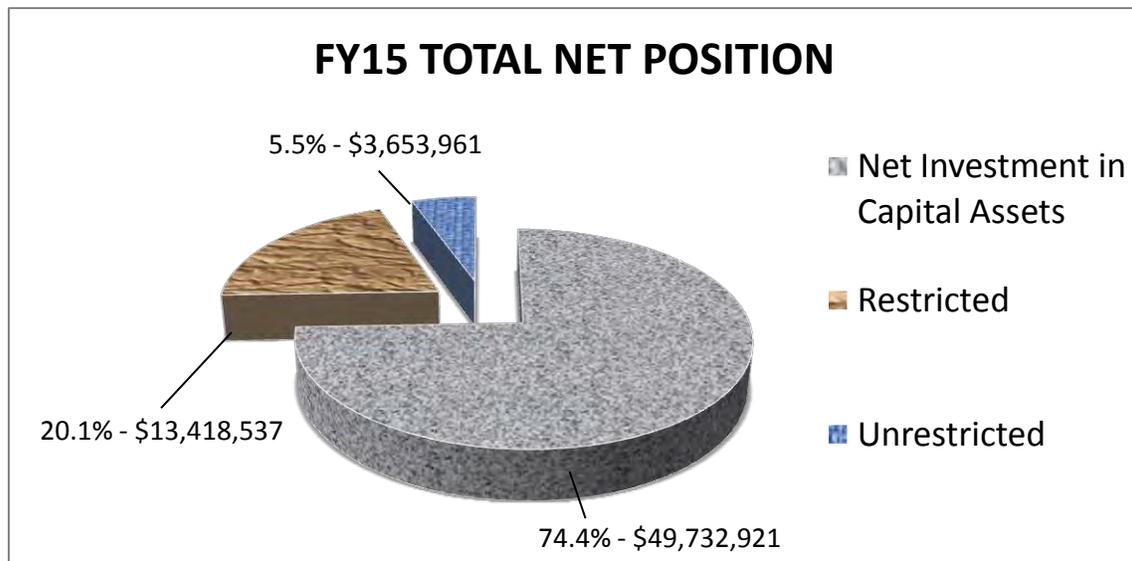
Government-wide Financial Analysis

Net Position

The following table reflects the condensed Statement of Net Position as of September 30, 2015 and 2014:

	Governmental Activities		Business-type Activities		Total	
	2015	2014 *	2015	2014 *	2015	2014 *
Current and other assets	\$ 26,820,882	\$ 23,250,048	\$ 5,326,103	\$ 5,279,278	\$ 32,146,985	\$ 28,529,326
Capital assets	50,651,710	48,705,310	9,818,208	9,934,858	60,469,918	58,640,168
Total assets	77,472,592	71,955,358	15,144,311	15,214,136	92,616,903	87,169,494
Deferred outflows	2,702,633	613,694	86,829	-	2,789,462	613,694
Long-term liabilities outstanding	23,359,342	15,717,284	7,147	7,842	23,366,489	15,725,126
Other liabilities	4,818,249	4,379,831	416,208	630,087	5,234,457	5,009,918
Total liabilities	28,177,591	20,097,115	423,355	637,929	28,600,946	20,735,044
Net position:						
Net investment in capital assets	39,914,713	39,528,593	9,818,208	9,934,858	49,732,921	49,463,451
Restricted	13,061,628	13,585,070	356,909	358,954	13,418,537	13,944,024
Unrestricted	(978,707)	(641,726)	4,632,668	4,282,395	3,653,961	3,640,669
Total net position	\$ 51,997,634	\$ 52,471,937	\$ 14,807,785	\$ 14,576,207	\$ 66,805,419	\$ 67,048,144

* - As restated



At the end of the fiscal year, the City is able to report positive balances in all three categories of net position for the government as a whole. However, unrestricted net position for the governmental activities is negative, primarily due to the City’s issuance of the Tax Increment Financing bonds related to the Gateway Commons.

The City’s combined net position decreased from \$67.0 million to \$66.8 million due to slightly less revenues generated than expenses incurred during the fiscal year. The City’s unrestricted net position for governmental activities was negative by \$978,907. However, total unrestricted net position was positive by \$3,653,961 including the business-type activities.

The largest portion of the City's net position (74.4%) reflects its investment in capital assets (e.g. land, buildings, machinery & equipment and infrastructure), 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.

An additional portion of the City's net position (20.1%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (5.5%) may be used to meet the government's ongoing obligations to citizens and creditors.

The City's total net position decreased by \$242,725 during FY 2015. The governmental activities net assets decreased by \$474,303 while the business-type activities increased by \$231,578.

Changes in Net Position

The following table reflects the revenues and expenses from the City's activities for the year ended September 30, 2015 and 2014:

	Governmental Activities		Business-type Activities		Total	
	2015	2014 *	2015	2014 *	2015	2014 *
Revenues:						
Program revenues						
Charges for services	\$ 4,955,904	\$ 4,470,648	\$ 3,311,743	\$ 3,110,213	\$ 8,267,647	\$ 7,580,861
Operating grants and contributions	1,457,719	1,316,315	-	-	1,457,719	1,316,315
Capital grants and contributions	1,054,840	566,832	-	-	1,054,840	566,832
General revenues						
Property taxes	3,899,519	3,812,834	-	-	3,899,519	3,812,834
Intergovernmental activity taxes	463,432	503,010	-	-	463,432	503,010
Sales and use taxes	6,041,310	5,723,795	-	-	6,041,310	5,723,795
Franchise and other taxes	3,911,008	3,779,115	-	-	3,911,008	3,779,115
Other revenue	1,333,542	1,193,313	60,567	38,150	1,394,109	1,231,463
Total revenues	<u>23,117,274</u>	<u>21,365,862</u>	<u>3,372,310</u>	<u>3,148,363</u>	<u>26,489,584</u>	<u>24,514,225</u>
Expenses:						
General government	3,460,520	3,649,755	-	-	3,460,520	3,649,755
Public safety	9,911,683	9,647,287	-	-	9,911,683	9,647,287
Community development	2,138,887	1,587,282	-	-	2,138,887	1,587,282
Public works	4,472,667	4,445,248	-	-	4,472,667	4,445,248
Culture and recreation	2,965,924	2,783,340	-	-	2,965,924	2,783,340
Interest on long-term debt	901,296	608,290	-	-	901,296	608,290
Sanitary Sewer	-	-	2,881,332	3,105,595	2,881,332	3,105,595
Total expenses	<u>23,850,977</u>	<u>22,721,202</u>	<u>2,881,332</u>	<u>3,105,595</u>	<u>26,732,309</u>	<u>25,826,797</u>
Increases in net position before transfers	(733,703)	(1,355,340)	490,978	42,768	(242,725)	(1,312,572)
Transfers	259,400	259,400	(259,400)	(259,400)	-	-
Increase in net position	(474,303)	(1,095,940)	231,578	(216,632)	(242,725)	(1,312,572)
Net position, beginning, as restated	52,471,937	53,567,877	14,576,207	14,792,839	67,048,144	68,360,716
Net position, ending, as restated	<u>\$ 51,997,634</u>	<u>\$ 52,471,937</u>	<u>\$ 14,807,785</u>	<u>\$ 14,576,207</u>	<u>\$ 66,805,419</u>	<u>\$ 67,048,144</u>

* - As restated

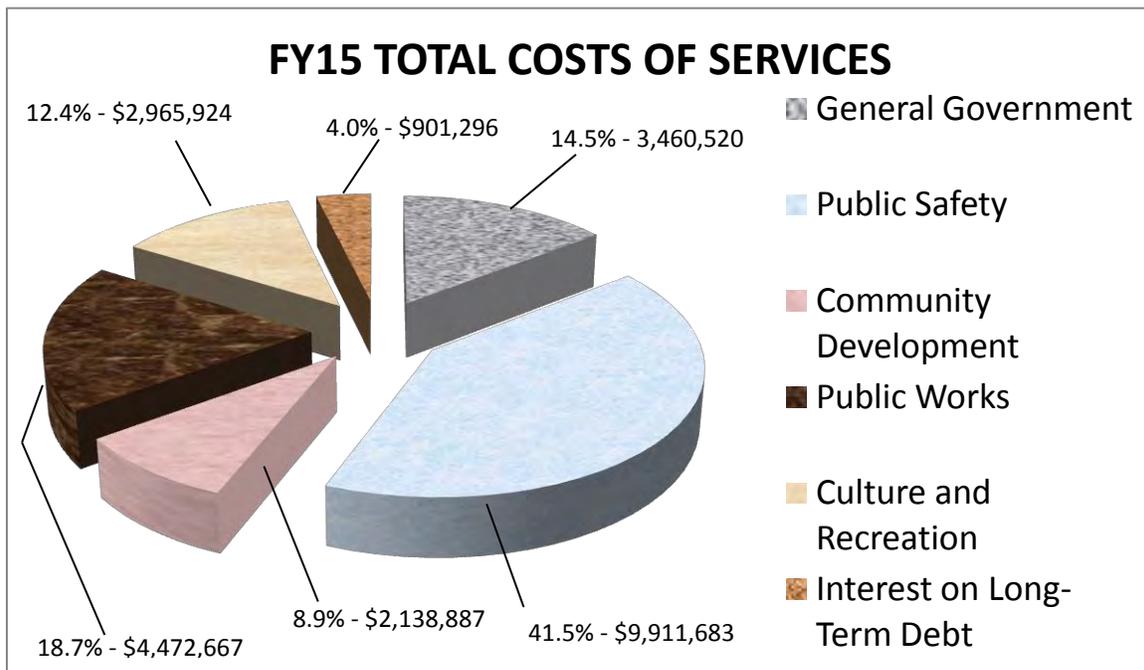
Governmental Activities

Governmental activities decreased the City’s net position by \$474,303. Sales and use taxes, the largest governmental category, were \$6,041,310 or 26.1% of total revenues from governmental activities. For the fiscal year ended September 30, 2015 revenues totaled \$26,489,584 (governmental and business-type). Revenues from governmental activities totaled \$23,117,274 or 87.3% of the total City revenues. With the exception of intergovernmental activity taxes which decreased slightly, all other revenues including charges for services, grants, property taxes, sales and use taxes, and franchise taxes increased from the previous fiscal year. Expenses from governmental activities totaled \$23,850,977 or 89.2% of the total City expenses. Expenses increased by \$1,129,775 or 5.0% during FY 2015.

Certain revenues are generated that are specific to governmental program activity. These totaled \$7,468,463. The following table shows expenses and net costs of services of the governmental activities for the fiscal year ended September 30, 2015 and 2014:

Net Cost of City of Grandview Governmental Activities

	Total Costs of Service		Net Costs of Service	
	2015	2014	2015	2014
General government	\$ 3,460,520	\$ 3,649,755	\$ 759,120	\$ 1,036,241
Public safety	9,911,683	9,647,287	8,552,782	8,542,552
Community development	2,138,887	1,587,282	1,863,149	1,468,910
Public works	4,472,667	4,445,248	2,358,576	3,170,380
Culture and recreation	2,965,924	2,783,340	1,947,591	1,810,741
Interest on long-term debt	901,296	608,290	901,296	608,290
Total	\$ 23,850,977	\$ 22,721,202	\$ 16,382,514	\$ 16,637,114



As previously noted, expenses from governmental activities totaled \$23,850,977. However, net costs of these services were \$16,382,514. The difference represents direct revenues received from charges for services of \$4,955,904, operating grants & contributions of \$1,457,719, and capital grants and contributions of \$1,054,840. Taxes and other revenues of \$15,908,211 were collected to cover these net costs.

Business-type Activities

Business-type activities increased the City's net position by \$231,578 which included net transfers out of \$259,400. Operating revenues increased by \$201,530 primarily due to a sewer rate increase of 8%, and expenses decreased by \$224,263 primarily due to less sewer maintenance and treatment costs.

Financial Analysis of the City's Funds

The General Fund is the chief operating fund of the City. The fund balance of the General Fund at September 30, 2015 was \$4,238,453 or 28.3% of actual expenditures. The fund balance decreased \$322,195 from the previous year's balance which was due to the excess of expenditures over revenues of \$551,558, net operating transfers in of \$214,400, and gain on sale of capital assets of \$14,963. Total general fund revenues increased by \$362,056 or 2.5% and general fund expenditures increased by \$17,991 or 0.1% over the previous fiscal year. The City recognizes the need for a fund balance that can adequately absorb any downturn in economic events to avoid changes and reductions in service levels. Thus the City is firmly committed to maintaining at a minimum, an amount equal to 20% of expenditures in the General Fund balance.

The Transportation Sales Tax Fund ended FY 2015 with a fund balance of \$1,046,938, a decrease of \$671 or 0.0% which essentially resulted in almost the same amount of revenues generated as expenses incurred during the fiscal year.

The Capital Improvement Sales Tax Fund ended FY 2015 with a fund balance of \$1,252,070, an increase of \$44,590 or 3.6% which is primarily due to slightly more sales taxes and grant reimbursements received than capital outlay costs including various equipment acquisitions during the fiscal year.

The 2014 GO Project Fund was established in FY 2015 to account for various park improvements as well as various capital improvements in the Fire Department and Police Department. It was funded with the issuance of 2014 series general obligation bonds in the amount of \$9,500,000. The majority of the costs during this fiscal year have been for purchase of a new city-wide communication system for public safety in the amount of \$1,296,540 and for park projects in the amount of \$815,274. In addition, \$908,047 was used for the prepayment on refurbishment and purchase of fire trucks and is reported as a deposit in the financial statements. It ended the year with a fund balance of \$7,541,062 in order to fund current and futures projects as approved by the citizens.

The General Debt Service Fund ended FY 2015 with a fund balance of \$917,488, a decrease of \$210,211 or 18.6% due to less property tax revenues received than debt service expenditures incurred during the fiscal year.

The Tax Increment Financing (TIF) Fund is a combination of all the City's active TIF projects which is overseen by the TIF Commission. It ended FY 2015 with a fund balance of \$1,272,415, an increase of \$124,592 or 10.9% which is primarily due to fewer disbursements made for debt service and various taxing districts than tax revenues received and net operating transfers-in during the fiscal year.

General Fund Budgetary Highlights

The final General Fund expenditure budget increased by \$126,033 over the previous fiscal year. The budget increase primarily affected personal services and purchased services. The supplies budget remained essentially unchanged and the general fund capital outlay expenditure budget was insignificant. There was a decrease of budgeted transfers to other funds of \$260,000 for a net decrease in budgeted expenditures and transfers out for FY 2015 of 0.9%. Budgeted revenues were 2.5% less than the prior fiscal year, including an increase in budgeted transfers from other funds of \$1,000.

Actual general fund revenues including transfers in were \$97,139 or 0.7% more than budgeted which was due to increased revenues in all categories except taxes which more than made up for significant tax revenue budget shortfalls. Actual expenditures and transfers out were \$100,873 or 0.7% less than budgeted.

General fund budget amendments of \$457,057 including transfers and previous fiscal year encumbrance roll forwards were processed during FY 2015.

Capital Asset and Debt Administration

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of September 30, 2015, is \$60,469,918 (net of accumulated depreciation). The investment in capital assets includes land, buildings, system improvements, machinery and equipment, park facilities and infrastructure. Capital assets increased by \$1,829,750 during FY 2015.

City of Grandview's Capital Assets (Amounts expressed in thousands, net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Land	\$ 3,583	\$ 3,510	\$ -	\$ -	\$ 3,583	\$ 3,510
Construction in process	921	-	-	-	921	-
Buildings	10,758	11,297	-	-	10,758	11,297
Improvements	4,963	5,325	-	-	4,963	5,325
Machinery and equipment	4,004	2,881	184	261	4,188	3,142
Infrastructure	26,423	25,692	9,634	9,674	36,057	35,366
Total	<u>\$ 50,652</u>	<u>\$ 48,705</u>	<u>\$ 9,818</u>	<u>\$ 9,935</u>	<u>\$ 60,470</u>	<u>\$ 58,640</u>

Additional information regarding the City's capital assets can be found in Notes 1 and 5 in the basic financial statements.

Major capital events during the current fiscal year included the following:

- Public Safety Radio Communications System totaling \$1,278,606.
- Main Street Corridor (Phase VII) Project totaling \$1,090,679.
- Missouri 150 Connection Project totaling \$541,634.
- Street Overlay and Slurry Seal Program totaling \$334,724.
- Meadowmere East Amphitheater totaling \$321,405.
- Meadowmere East Project totaling \$275,360.
- Outdoor Aquatics / Splash Park at Meadowmere Park totaling \$163,715.
- Byars Road Trail Project totaling \$157,879.
- 155th Street Widening Project totaling \$155,522.
- Police Vehicle Replacement totaling \$152,629.
- New Curb and Sidewalk totaling \$142,246.
- Panasonic Arbitrator 360 HD In-Car video System totaling \$131,215.
- Public Works Vehicle Replacement totaling \$123,161.
- Truman Farm Home Trail totaling \$103,858.
- Construction Easements and Right of Ways totaling \$73,050.

Major future capital events include the following:

- Outdoor Aquatics / Splash Park at Meadowmere Park totaling \$2,550,000.
- Meadowmere East Amphitheater totaling \$2,450,000.
- 155th Street Widening Project totaling \$1,500,000.
- Missouri 150 Connection Project totaling \$1,465,000.
- Main Street Corridor (Phase IV) totaling \$1,327,750.
- Police Department Shooting Range totaling \$500,000.
- Police Department Entrance Improvements totaling \$450,000.
- Shalimar Park Phase I totaling \$400,000.
- Police Department Station Upgrades totaling \$300,000.
- Street Overlay and Slurry Seal Program totaling \$226,250.
- New Curb Construction and Replacement Program totaling \$178,750.
- Sanitary Sewer Infiltration Rehabilitation totaling \$125,000.
- Public Works Vehicle and Equipment Replacement totaling \$120,000.
- Sanitary Sewer Re-Linings totaling \$100,000.
- Storm Drainage Improvements totaling \$100,000.

Debt Administration

As of September 30, 2015, the City had \$24,552,857 of outstanding obligations from governmental activities. This was an increase of \$7,806,363 from the previous fiscal year. The City had no outstanding debt from business-type activities.

**City of Grandview's Outstanding Debt
(Amounts expressed in thousands)**

	Governmental Activities	
	2015	2014
Governmental G.O. Bonds	\$11,170	\$2,660
Certificates of Participation	6,880	7,270
TIF Loan	4,085	4,290
Developer Agreements	2,418	2,526
Total	<u>\$24,553</u>	<u>\$16,746</u>

During FY 2015, new general obligation debt of \$9,500,000 was issued and \$990,000 of general obligation debt was retired. There were also \$390,000 in certificates of participation and \$205,000 of the TIF loan that were retired. In addition, new developer agreements were approved for \$95,205 and retirements and other adjustments were processed on developer agreements for \$203,842.

As of September 30, 2015, the City's total issued General Obligation (G.O.) Bonded Debt was \$11,170,000. The City has statutory authority to issue debt equal to 20% of the City's total assessed valuation or \$52,808,367. This, less our outstanding debt, and available cash leaves a legal debt margin of \$42,250,945, which is 80.0% of the City's total bonding capacity.

The City's most recent General Obligation Bonds have been rated AA- from Standards & Poor and the Certificates of Participation have been rated Aa3 by Moody's Investors Service. Bonds so rated are judged to be of upper grade. Factors contributing to the rating include a strong development pattern, favorable financial performance that reflects an expanding local economy, debt position, General Fund balance, strong voter support, and sound financial management.

Additional information regarding the City's Long-term Debt can be found in Note 6 in the basic financial statements.

Economic Factors and Next Year's Budget and Rates

In light of recent economic conditions, next year's proposed General Fund budget was determined based on a moderate increase in projected revenues and a slight decrease in expenditures. Budgeted revenues including transfers have been increased by \$308,200 or 2.1 % and budgeted expenditures including transfers reflect an overall decrease of \$109,521 or 0.7%.

For FY 2016, the General Fund property tax levy rate was reduced to \$0.9828 in accordance with state requirements. The City's fees and charges for the governmental activities reflect increases for electric franchise fees by 11.7% and various increases and/or new fire department fees. The City's sales tax is also anticipated to increase due to new commercial development activity as well as the City's property tax due to the City's increased assessed valuation. However, Senate Bill No. 5 eliminated all failure to appear fees which will reduce municipal court revenues. The business-type activities reflect an increase of 8% for the City's sanitary sewer system.

Requests for Information

This financial report is designed to provide the reader a general overview of the City's finances. Questions or requests for more information concerning any of the information provided in this report should be directed to Cemal Umut Gungor, Director of Finance, City of Grandview, 1200 Main Street, Grandview, MO 64030.

CITY OF GRANDVIEW, MISSOURI

Statement of Net Position

September 30, 2015

	Governmental Activities	Business-type Activities	Total Primary Government
ASSETS			
Cash and investments	\$ 16,057,006	\$ 4,660,459	\$ 20,717,465
Receivables:			
Accounts	1,178,987	385,656	1,564,643
Property taxes	184,408	-	184,408
Other taxes	1,535,837	-	1,535,837
Accrued interest	38,949	9,908	48,857
Due from other governments	299,078	-	299,078
Prepays, deposits and other assets	1,125,561	-	1,125,561
Restricted assets:			
Cash and investments	714,748	-	714,748
Accrued interest	6,040	-	6,040
Loan receivable	449,663	-	449,663
Net pension asset	5,230,605	270,080	5,500,685
Capital assets:			
Nondepreciable	7,373,683	-	7,373,683
Depreciable, net	43,278,027	9,818,208	53,096,235
Total assets	<u>77,472,592</u>	<u>15,144,311</u>	<u>92,616,903</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred amount on refunding	564,598	-	564,598
Pension related deferred outflows	2,138,035	86,829	2,224,864
Total deferred outflows of resources	<u>2,702,633</u>	<u>86,829</u>	<u>2,789,462</u>
LIABILITIES			
Accounts payable	1,226,334	352,985	1,579,319
Accrued liabilities	594,931	22,748	617,679
Unearned revenue	100,159	-	100,159
Liabilities payable from restricted assets:			
Accrued interest payable	87,230	-	87,230
Deposits due others	131,841	-	131,841
Long-term liabilities:			
Due within one year	2,677,754	40,475	2,718,229
Due in more than one year	23,359,342	7,147	23,366,489
Total liabilities	<u>28,177,591</u>	<u>423,355</u>	<u>28,600,946</u>
NET POSITION			
Net investment in capital assets	39,914,713	9,818,208	49,732,921
Restricted :			
Pension benefits	7,368,640	356,909	7,725,549
Debt service	2,252,475	-	2,252,475
Capital projects	2,299,008	-	2,299,008
Cultural and recreation	983,630	-	983,630
Other purposes	157,875	-	157,875
Unrestricted (deficit)	(978,707)	4,632,668	3,653,961
Total net position	<u>\$ 51,997,634</u>	<u>\$ 14,807,785</u>	<u>\$ 66,805,419</u>

The accompanying notes to the basic financial statements are an integral part of this statement

CITY OF GRANDVIEW, MISSOURI
Statement of Activities
For the Year Ended September 30, 2015

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position Primary Government		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary government:							
Governmental activities							
General government	\$ 3,460,520	\$ 2,701,400	\$ -	\$ -	\$ (759,120)	\$ -	\$ (759,120)
Public safety	9,911,683	938,523	420,378	-	(8,552,782)	-	(8,552,782)
Community development	2,138,887	275,738	-	-	(1,863,149)	-	(1,863,149)
Public works	4,472,667	99,312	959,939	1,054,840	(2,358,576)	-	(2,358,576)
Culture and recreation	2,965,924	940,931	77,402	-	(1,947,591)	-	(1,947,591)
Interest on long-term debt	901,296	-	-	-	(901,296)	-	(901,296)
Total governmental activities	<u>23,850,977</u>	<u>4,955,904</u>	<u>1,457,719</u>	<u>1,054,840</u>	<u>(16,382,514)</u>	<u>-</u>	<u>(16,382,514)</u>
Business-type activities							
Sanitary sewer	2,881,332	3,311,743	-	-	-	430,411	430,411
Total primary government	<u>\$ 26,732,309</u>	<u>\$ 8,267,647</u>	<u>\$ 1,457,719</u>	<u>\$ 1,054,840</u>	<u>(16,382,514)</u>	<u>430,411</u>	<u>(15,952,103)</u>
General revenues:							
Taxes:							
Property taxes, levied for general purpose					2,555,579	-	2,555,579
Property taxes, levied for debt service					1,018,125	-	1,018,125
Property taxes, levied for recreation					325,815	-	325,815
Intergovernmental activity taxes					463,432	-	463,432
Sales and use taxes					6,041,310	-	6,041,310
Franchise and business taxes					3,911,008	-	3,911,008
Intergovernmental not restricted to a specific purpose					17,390	-	17,390
Investment earnings					221,509	58,404	279,913
Miscellaneous					1,075,368	2,163	1,077,531
Gain on sale of capital assets					19,275	-	19,275
Transfers					259,400	(259,400)	-
Total general revenues and transfers					<u>15,908,211</u>	<u>(198,833)</u>	<u>15,709,378</u>
Change in net position					<u>(474,303)</u>	<u>231,578</u>	<u>(242,725)</u>
Net position, beginning of year, as restated					<u>52,471,937</u>	<u>14,576,207</u>	<u>67,048,144</u>
Net position, end of year					<u>\$ 51,997,634</u>	<u>\$ 14,807,785</u>	<u>\$ 66,805,419</u>

The accompanying notes to the basic financial statements are an integral part of this statement

CITY OF GRANDVIEW, MISSOURI
Balance Sheet - Governmental Funds
September 30, 2015

	General Fund	Transportation Sales Tax	Capital Improvement Sales Tax	2014 GO Project Fund	General Debt Service	Tax Incrementing Financing Fund	Non-Major Governmental Funds	Total Governmental Funds
ASSETS								
Cash and investments	\$ 3,383,182	\$ 1,085,822	\$ 1,221,122	\$ 6,865,659	\$ 909,030	\$ 193,762	\$ 2,261,172	\$ 15,919,749
Receivables:								
Accounts	896,812	-	192,658	-	-	-	89,517	1,178,987
Property taxes	124,371	-	-	-	45,628	-	14,409	184,408
Sales and franchise taxes	983,727	284,537	-	-	-	40,326	227,247	1,535,837
Accrued interest	8,626	2,360	2,671	18,086	2,187	-	4,701	38,631
Due from other funds	145,422	-	-	-	-	-	-	145,422
Due from other governments	189,808	-	-	-	-	109,270	-	299,078
Prepays, deposits and other assets	206,014	-	-	908,047	-	-	11,500	1,125,561
Restricted assets:								
Cash and investments	131,841	-	-	-	-	582,907	-	714,748
Accrued interest	-	-	-	-	-	6,040	-	6,040
TIF loan receivable	-	-	-	-	-	449,663	-	449,663
Total assets	<u>\$ 6,069,803</u>	<u>\$ 1,372,719</u>	<u>\$ 1,416,451</u>	<u>\$ 7,791,792</u>	<u>\$ 956,845</u>	<u>\$ 1,381,968</u>	<u>\$ 2,608,546</u>	<u>\$ 21,598,124</u>
LIABILITIES								
Accounts payable	\$ 301,863	\$ 325,781	\$ 164,381	\$ 250,730	\$ 141	\$ 20	\$ 183,398	\$ 1,226,314
Accrued liabilities	527,212	-	-	-	-	-	37,719	564,931
Court and performance bonds	131,841	-	-	-	-	-	-	131,841
Due to other funds	-	-	-	-	-	263	145,159	145,422
Other liabilities	10,895	-	-	-	-	-	89,264	100,159
Total liabilities	<u>971,811</u>	<u>325,781</u>	<u>164,381</u>	<u>250,730</u>	<u>141</u>	<u>283</u>	<u>455,540</u>	<u>2,168,667</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue - taxes	105,930	-	-	-	39,216	109,270	12,384	266,800
Unavailable revenue - ambulance billings	531,931	-	-	-	-	-	-	531,931
Unavailable revenue - other	221,678	-	-	-	-	-	66,857	288,535
Total deferred inflows of resources	<u>859,539</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>39,216</u>	<u>109,270</u>	<u>79,241</u>	<u>1,087,266</u>
FUND BALANCES								
Nonspendable	206,014	-	-	908,047	-	-	11,500	1,125,561
Restricted	-	1,046,938	1,252,070	6,633,015	917,488	1,272,415	1,489,344	12,611,270
Assigned	-	-	-	-	-	-	696,831	696,831
Unassigned (deficit)	4,032,439	-	-	-	-	-	(123,910)	3,908,529
Total fund balances	<u>4,238,453</u>	<u>1,046,938</u>	<u>1,252,070</u>	<u>7,541,062</u>	<u>917,488</u>	<u>1,272,415</u>	<u>2,073,765</u>	<u>18,342,191</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 6,069,803</u>	<u>\$ 1,372,719</u>	<u>\$ 1,416,451</u>	<u>\$ 7,791,792</u>	<u>\$ 956,845</u>	<u>\$ 1,381,968</u>	<u>\$ 2,608,546</u>	<u>\$ 21,598,124</u>

The accompanying notes to the basic financial statements are an integral part of this statement

CITY OF GRANDVIEW, MISSOURI
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
September 30, 2015

Fund balances of governmental funds	\$ 18,342,191
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental fund statements.	50,651,710
Long-term liabilities for items such as bonds and certificates of participation are not current obligations and, therefore, not recorded in the governmental fund statements. This amount includes \$564,598 of deferred amount on refunding reported as a deferred outflow of resources.	(25,472,498)
Certain revenues are not available to pay for current period expenditures and therefore are reported as deferred inflows of resources in the governmental funds.	1,087,266
Liabilities for interest on long-term debt are recognized only when due in the governmental fund statements but are accrued in the government-wide statements.	(87,230)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the Internal Service fund are reported with governmental activities in the statement of net position.	107,555
Net pension assets are not due and available to be used as current period resources and therefore are not reported in the governmental fund statements. This amount includes \$2,138,035 of pension related deferred outflows.	7,368,640
Net position of governmental activities	\$ 51,997,634

The accompanying notes to the basic financial statements are an integral part of this statement

CITY OF GRANDVIEW, MISSOURI
Statement of Revenues, Expenditures and
Changes in Fund Balances - Governmental Funds
Year Ended September 30, 2015

	General Fund	Transportation Sales Tax	Capital Improvement Sales Tax	2014 GO Project Fund	General Debt Service	Tax Increment Financing Fund	Non-Major Governmental Funds	Total Governmental Funds
REVENUES:								
Taxes	\$ 8,786,212	\$ 1,088,495	\$ 1,202,122	\$ -	\$ 1,020,115	\$ 239,988	\$ 1,495,380	\$ 13,832,312
Intergovernmental activity taxes	-	-	-	-	-	497,409	-	497,409
Licenses and permits	666,732	-	-	-	-	-	-	666,732
Intergovernmental	1,535,509	1,520,032	-	-	-	-	94,531	3,150,072
Charges for services	1,689,222	-	119,999	-	-	-	924,773	2,733,994
Fines and forfeitures	1,530,386	-	-	-	-	-	-	1,530,386
Investment earnings	62,585	13,116	19,016	68,394	13,284	484	42,510	219,389
Other	149,730	-	-	-	-	189,808	906,213	1,245,751
Total revenues	<u>14,420,376</u>	<u>2,621,643</u>	<u>1,341,137</u>	<u>68,394</u>	<u>1,033,399</u>	<u>927,689</u>	<u>3,463,407</u>	<u>23,876,045</u>
EXPENDITURES:								
Current:								
General government	3,103,665	-	-	3,851	16,663	-	-	3,124,179
Public safety	9,150,028	-	-	-	-	-	-	9,150,028
Public works	1,402,378	-	-	-	-	-	-	1,402,378
Community development	751,384	-	-	-	-	261,586	1,015,012	2,027,982
Culture and recreation	564,479	-	-	-	-	-	1,589,761	2,154,240
Capital outlay	-	2,622,314	1,300,859	2,174,693	-	-	456,245	6,554,111
Debt service:								
Principal retirement	-	-	-	-	990,000	408,842	390,000	1,788,842
Interest and fiscal charges	-	-	-	131,559	236,947	222,669	270,616	861,791
Total expenditures	<u>14,971,934</u>	<u>2,622,314</u>	<u>1,300,859</u>	<u>2,310,103</u>	<u>1,243,610</u>	<u>893,097</u>	<u>3,721,634</u>	<u>27,063,551</u>
Excess of revenues over (under) expenditures	<u>(551,558)</u>	<u>(671)</u>	<u>40,278</u>	<u>(2,241,709)</u>	<u>(210,211)</u>	<u>34,592</u>	<u>(258,227)</u>	<u>(3,187,506)</u>
OTHER FINANCING SOURCES (USES):								
Transfers in	424,400	-	-	-	-	120,000	740,000	1,284,400
Transfers out	(210,000)	-	-	-	-	(30,000)	(785,000)	(1,025,000)
Proceeds from bond issuance	-	-	-	9,500,000	-	-	-	9,500,000
Premium on issuance	-	-	-	282,771	-	-	-	282,771
Insurance recoveries	-	-	4,312	-	-	-	-	4,312
Sale of capital assets	14,963	-	-	-	-	-	-	14,963
Total other financing sources (uses)	<u>229,363</u>	<u>-</u>	<u>4,312</u>	<u>9,782,771</u>	<u>-</u>	<u>90,000</u>	<u>(45,000)</u>	<u>10,061,446</u>
Net change in fund balances	<u>(322,195)</u>	<u>(671)</u>	<u>44,590</u>	<u>7,541,062</u>	<u>(210,211)</u>	<u>124,592</u>	<u>(303,227)</u>	<u>6,873,940</u>
Fund balances, beginning of year	<u>4,560,648</u>	<u>1,047,609</u>	<u>1,207,480</u>	<u>-</u>	<u>1,127,699</u>	<u>1,147,823</u>	<u>2,376,992</u>	<u>11,468,251</u>
Fund balances, end of year	<u>\$ 4,238,453</u>	<u>\$ 1,046,938</u>	<u>\$ 1,252,070</u>	<u>\$ 7,541,062</u>	<u>\$ 917,488</u>	<u>\$ 1,272,415</u>	<u>\$ 2,073,765</u>	<u>\$ 18,342,191</u>

The accompanying notes to the basic financial statements are an integral part of this statement

CITY OF GRANDVIEW, MISSOURI
Reconciliation of the Governmental Funds Statement of Revenues,
Expenditures and Changes in Fund Balance to the Statement of Activities
For the Year Ended September 30, 2015

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

Net change in fund balances - total governmental funds	\$ 6,873,940
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Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay costs in excess of capitalization threshold	5,067,927
Depreciation	(3,121,527)

Revenues in the statement of activities that do not provide current financial resources are reported as deferred inflows of resources in the governmental funds.

Charges for services	24,792
Tax revenues	(14,452)
Miscellaneous	(790,506)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are amortized in the statement of activities. The following amounts are the net effect of these differences in the treatment of long-term debt and related items.

Proceeds from issuance of long-term debt	(9,500,000)
Premium on issuance of long-term debt	(282,771)
Development agreement obligations incurred	(95,205)
Payments on developer agreements	203,842
Principal payments on long-term debt	1,585,000
Premiums, discounts and deferred amount on refunding, net	(21,128)
Changes in accrued interest expense	(18,377)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Change in compensated absences payable	7,449
Change in OPEB obligation	(49,721)
Change in pension liability/asset	(2,461,359)
Change in net pension deferred outflows	2,138,035

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue of the Internal Service fund is reported with governmental activities

(20,242)

Change in net position of governmental activities	\$ (474,303)
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The accompanying notes to the basic financial statements are an integral part of this statement

CITY OF GRANDVIEW, MISSOURI

Statement of Net Position

Proprietary Funds

September 30, 2015

	<u>Enterprise Fund Sanitary Sewer</u>	<u>Governmental Internal Service Fund</u>
ASSETS		
Current assets:		
Cash and investments	\$ 4,660,459	\$ 137,257
Receivables, net:		
Accounts	184,000	-
Unbilled services	201,656	-
Accrued interest	9,908	318
Total current assets	<u>5,056,023</u>	<u>137,575</u>
Noncurrent assets:		
Net pension asset	270,080	-
Depreciable capital assets, net	9,818,208	-
Total noncurrent assets	<u>10,088,288</u>	<u>-</u>
Total assets	<u>15,144,311</u>	<u>137,575</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension related deferred outflows	86,829	-
Total deferred outflows of resources	<u>86,829</u>	<u>-</u>
LIABILITIES		
Current liabilities:		
Accounts payable	352,985	20
Accrued liabilities	22,748	30,000
Compensated absences	40,475	-
Total current liabilities:	<u>416,208</u>	<u>30,020</u>
Noncurrent liabilities		
OPEB obligation	7,147	-
Total noncurrent liabilities	<u>7,147</u>	<u>-</u>
Total liabilities	<u>423,355</u>	<u>30,020</u>
NET POSITION		
Investment in capital assets	9,818,208	-
Restricted: Pension benefits	356,909	-
Unrestricted	4,632,668	107,555
Total net position	<u>\$ 14,807,785</u>	<u>\$ 107,555</u>

The accompanying notes to the basic financial statements are an integral part of this statement

CITY OF GRANDVIEW, MISSOURI
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended September 30, 2015

	<u>Enterprise Fund Sanitary Sewer</u>	<u>Governmental Internal Service Fund</u>
Operating revenues:		
Charges for services	\$ 3,311,743	\$ -
Total operating revenues	<u>3,311,743</u>	<u>-</u>
Operating expenses:		
Services operation and maintenance	1,066,390	-
Sewer treatment charges	1,557,256	-
Depreciation and amortization	257,686	-
Other	-	22,362
Total operating expenses	<u>2,881,332</u>	<u>22,362</u>
Operating income (loss)	<u>430,411</u>	<u>(22,362)</u>
Nonoperating revenues:		
Investment earnings	58,404	2,120
Other income	2,163	-
Total nonoperating revenues	<u>60,567</u>	<u>2,120</u>
Income (loss) before transfers	<u>490,978</u>	<u>(20,242)</u>
Transfers out	<u>(259,400)</u>	<u>-</u>
Change in net position	<u>231,578</u>	<u>(20,242)</u>
Net position, beginning of year, as restated	<u>14,576,207</u>	<u>127,797</u>
Net position, end of year	<u>\$ 14,807,785</u>	<u>\$ 107,555</u>

The accompanying notes to the basic financial statements are an integral part of this statement

CITY OF GRANDVIEW, MISSOURI
Statement of Cash Flows
Proprietary Funds
For the Year Ended September 30, 2015

	<u>Enterprise Fund Sanitary Sewer</u>	<u>Governmental Internal Service Fund</u>
Cash flows from operating activities:		
Receipts from customers	\$ 3,323,394	\$ -
Payments to suppliers for goods and services	(2,224,531)	(22,373)
Payments to employees for services and benefits	(611,644)	-
Net cash provided by (used in) operating activities	<u>487,219</u>	<u>(22,373)</u>
Cash flows from noncapital financing activities:		
Transfers out	(259,400)	-
Net cash used in noncapital financing activities	<u>(259,400)</u>	<u>-</u>
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(141,036)	-
Net cash used in capital and related financing activities	<u>(141,036)</u>	<u>-</u>
Cash flows from investing activities:		
Interest received	59,310	2,355
Net cash provided by investing activities	<u>59,310</u>	<u>2,355</u>
Net increase (decrease) in cash and cash equivalents	146,093	(20,018)
Cash and cash equivalents, beginning of year	4,514,366	157,275
Cash and cash equivalents, end of year	<u>\$ 4,660,459</u>	<u>\$ 137,257</u>
Reconciliation of operating loss to net cash provided by (used in) operating activities:		
Operating income (loss)	\$ 430,411	\$ (22,362)
Adjustments to reconcile operating loss to net cash provided by (used in) operations:		
Depreciation and amortization	257,686	-
Nonoperating revenues	2,163	-
Changes in assets and liabilities:		
Receivables	9,488	-
Net pension asset	2,045	-
Accounts payable	(217,904)	(11)
Accrued expenses and deposits	3,330	-
Net cash provided by (used in) operating activities	<u>\$ 487,219</u>	<u>\$ (22,373)</u>

The accompanying notes to the basic financial statements are an integral part of this statement

CITY OF GRANDVIEW, MISSOURI
Statement of Assets and Liabilities -
Fiduciary Funds
September 30, 2015

Assets	Agency Funds
Cash and investments	\$ 106,525
Taxes receivable	<u>36,441</u>
Total assets	<u>\$ 142,966</u>
Liabilities	
Due to other governments	<u>\$ 142,966</u>
Total liabilities	<u>\$ 142,966</u>

The accompanying notes to the basic financial statements are an integral part of this statement

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

1. Summary of Significant Accounting Policies

Introduction

The City of Grandview, Missouri (the City), was incorporated in 1912 and covers an area of approximately 15 square miles in Jackson County, Missouri. The City is a city of the fourth class and operates under a Mayor-Board of Aldermen/City Administrator form of government. The City Administrator is the chief administrative officer of the City. The City provides services to approximately 25,000 residents in many areas, including law enforcement, fire protection, paramedic services, sewer services, community enrichment and development, and various social services. Education services are provided by the Consolidated School District No. 4, a separate governmental entity.

The accounting and reporting policies of the City conform to accounting principles generally accepted in the United States of America applicable to local governments. The following represents the more significant accounting and reporting policies and practices of the City.

Reporting Entity

Generally accepted accounting principles require that the financial statements present the City (the primary government) and its component units. Component units are required to be included in the City's reporting entity due to the significance of their operational or financial relationships with the City. Based on the evaluation criteria, the Tax Increment Financing Commission of Grandview, Missouri (TIF) is reported as a blended component unit. The TIF is governed by an eleven-member board of which six members are appointed by the City. The remaining five members are appointed by the respective taxing districts' boards. Although it is legally separate from the City, the TIF is reported as if it were part of the primary government because its sole function is to use TIF as a method to finance infrastructure improvements through incremental property and sales taxes. The TIF does not issue separate financial statements.

Fund Types and Major Funds

Government-wide Statements

The statement of net position and the statement of activities display information about the primary government as a whole. These statements distinguish between the *governmental* and *business-type activities* of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed, in whole or in part, by fees charged to external parties. The government-wide statement of activities presents a comparison between expenses and program revenues for each program of the governmental activities. Expenses are specifically associated with a service, program or department and, therefore, are clearly identifiable to a particular function. The City does not allocate indirect expenses, with the exception of costs related to workers compensation insurance, investment management fees, and vehicle fuel costs. Program revenues include charges paid by the recipients of goods, services or privileges offered by the programs, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues-are presented as general revenues. The comparison of program revenues and expenses identifies the extent to which each program is self-financing or draws from the general revenues of the City.

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

Fund Financial Statements

Fund financial statements report detailed information about the City. The focus of governmental and proprietary fund financial statements is on major funds rather than reporting fund type. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column.

Governmental Funds

Governmental funds are those through which most governmental functions of the City are financed. The acquisition, use, and balances of the City's expendable financial resources and the related liabilities (other than those in proprietary funds) are accounted through governmental funds.

The City reports the following major governmental funds:

General Fund – This is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Transportation Sales Tax – This capital project fund accounts for the proceeds from a one-half percent sales tax to be used for road and bridge improvement projects within the City.

Capital Improvement Sales Tax – This capital project fund accounts for the proceeds from a one-half percent sales tax to be used for acquiring capital equipment and improving City facilities and infrastructure.

2014 GO Project Fund – This capital project fund accounts for the proceeds of the General Obligation Bonds, Series 2014 issued for the purpose of acquiring, constructing, renovating, equipping, repairing and improving the City's parks and recreation system facilities and public safety facilities and equipment.

General Debt Service – This fund accounts for the accumulation of resources for, and the payment of, principal, interest, and fiscal charges on the City's general obligation bonds.

Tax Increment Financing Fund - Accounts for resources of the City's tax increment financing activities.

Proprietary Funds

The City reports the following major proprietary fund:

Sanitary Sewer Fund – This fund accounts for the acquisition, operation, and maintenance of the City's sanitary sewer utility facilities and services.

The City also reports the following fund type:

Internal Service Fund – This fund accounts for costs and claim amounts which are below current insurance deductibles.

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

Fiduciary Funds

Agency Funds – These funds account for sales taxes collected by the City on behalf of the Jackson County Tax Fund which accounts for property taxes collected and remitted to Jackson County, Missouri, the 71/150 Highway Transportation Development District, and the Grandview Crossing Community Improvement District, the Truman’s Marketplace Community Improvement District and the Truman’s Marketplace Transportation Development District. Agency funds are used to report assets held in a trustee or agency capacity for others. Since by definition these assets are being held for the benefit of a third party and cannot be used to support activities or obligations of the City, these funds are not incorporated into the government-wide statements.

Measurement Focus and Basis of Accounting

Government-wide Financial Statements

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, sales taxes and donations. Revenue from grants and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied. This is a similar approach to that used in the preparation of proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Therefore, the governmental fund financial statements include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Governmental Fund Financial Statements

All governmental funds are accounted for using the current financial resources measurement focus and the modified accrual basis of accounting. Under this basis, revenues are recognized in the accounting period in which they become measurable and available. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable.

Revenue Recognition

In applying the susceptible to accrual concept under the modified accrual basis, certain revenue sources are deemed both measurable and available. The City considers funds available if collectible within the current period or within 60 days of year-end and available to pay obligations of the current period. This includes investment earnings and state-levied locally shared taxes, including motor vehicle fees. Reimbursements due for federally funded projects are accrued as revenue at the time the expenditures are made when all other eligibility requirements have been met and the amount is received within the 60 day availability period.

The City’s property tax is levied by Jackson County, Missouri (the County) each September 1st on the assessed value of the prior January 1st date for all real and personal property located within the City. Property taxes are billed by the County on November 1st of each year, and are considered to be delinquent by the County after December 31st following the levy date.

Other revenues, including licenses and permits, certain charges for services, and miscellaneous revenues, are recorded as revenue when received in cash because they are generally not measurable until actually received.

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

Expenditure Recognition

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Most expenditures are measurable and are recorded when the related fund liability is incurred. However, principal and interest on general long-term debt, which have not matured are recognized when due. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

Proprietary Fund Financial Statements

All proprietary funds are accounted for using the economic resource measurement focus and the accrual basis of accounting. These funds account for operations that are primarily financed by user charges. Revenues are recognized when they are earned and expenses are recognized when they are incurred. Proprietary fund operating revenues, such as charges for services, are defined as those that result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary fund's ongoing operations. Operating expenses include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenue and expenses. Non-operating revenues, such as investment earnings, are those that result from non-exchange transactions or ancillary activities.

Cash and Investments

The City maintains a cash and investment pool in which a majority of the City's funds share. Each fund type's portion of this pool is displayed in the financial statements as cash and investments, and investments made in accordance with bond ordinances are reflected as restricted cash and investments. The City's cash and investments are primarily considered to be cash on hand, certificates of deposits, and federal agency securities. Investments are reported at fair value based on quoted market prices. Interest earned from the pool is allocated to the funds on the basis of average monthly cash and investment balances. Funds with overdrawn balances are not charged interest.

Accounts Receivable

Governmental activities accounts receivable consists of ambulance charges, code violation charges and other miscellaneous services provided to citizens. Business-type activities represent billed and unbilled sewer charges.

Prepaid Items

Prepaid items reflect the payment of insurance premiums for coverage that benefits more than one fiscal period. The premium amounts are amortized over the policy periods in both the government-wide and fund financial statements.

Restricted Assets

Certain unspent proceeds of the City's bonds and TIF loan, certain resources set aside for their repayment, and the City's net pension asset are classified as restricted assets on the applicable balance sheets and statement of net position because they are maintained in separate bank or trust accounts and their use is restricted. Restricted assets in the General Fund consist of amounts held for court and performance bonds.

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

Capital Assets

Capital assets include land, buildings, improvements, equipment, and infrastructure assets (e.g., roads, bridges, storm sewers, and similar items) and are included in the applicable governmental or business-type activities columns in the government-wide financial statements. In the governmental fund financial statements, capital assets are charged to expenditures as purchased, and capitalized in the proprietary fund statements. Capital assets are defined by the City as assets with a cost of \$5,000 or greater and an estimated useful life of at least one year. All purchased capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated fair value on the date received. Additions or improvements and other capital outlays that significantly extend the useful life of an asset or that significantly increase the capacity of an asset are capitalized.

Major outlays for capital improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of the business-type activities is included as part of the capitalized value of the assets constructed. There was no interest capitalized during the year. All capital assets, except land and construction in progress, are depreciated. Depreciation on these assets is recorded as an allocated expense in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Position and is provided on the straight-line basis over the following estimated useful lives:

	<u>Years</u>
Governmental activities:	
Buildings	25 to 50
Infrastructure	20 to 50
Improvements, other than buildings	15 to 50
Furniture and fixtures	5 to 20
Equipment	5 to 15
Vehicles	6
Business activities:	
Sanitary sewer lines	80
Equipment	7 to 8

Compensated Absences

Under terms of the City's personnel policy, employees are granted paid time off (PTO) and short-term disability leave in varying amounts, based upon length of service. Paid time off begins to accrue from the date of hire for both part-time and full-time positions and may not be taken until it is earned. A maximum of 232 unused hours may be rolled over to the following fiscal year. Unused paid time off of greater than 232 hours at the end of each fiscal year will be forfeited. Employees receive Family and Medical Leave protection concurrently with qualified PTO. After six months of employment, employees are paid for unused PTO upon separation from the City.

In addition, all regular full-time employees are eligible for 8 hours paid time off per fiscal year to be used for wellness visits and 8 hours for a floating holiday. Wellness and floating holiday time not used at the end of the fiscal year will be forfeited. Approved paid time off for wellness and prevention will not be deducted from the employee's paid time off accrual.

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

All regular full time employees will accrue 8 hours per month, with a maximum accrual of 1000 hours, to be used as Short-Term Disability. Short-Term Disability Leave is 100% paid leave for an employee who is unable to work due to his/her disability or the need to care for a spouse, dependent child, or parent with a serious health condition. Injuries or illnesses covered by worker's compensation are not eligible for Short Term Disability benefits. The employee is eligible for Short-Term Disability benefit only after 40 hours consecutive absence for a single event. Employees, who are actively employed at the time of elective, qualified retirement, receive a lump sum payment equal to 25% of their accumulated short term disability hours, subject to a maximum payment of 250 hours. Vested or accumulated paid time off and short term disability is accrued when earned in the government-wide and proprietary financial statements. A liability is reported in the governmental funds only if it has matured as a result of employee resignations or retirements.

Long-term Liabilities

The accounting treatment of long-term debt depends on whether debt proceeds were used to acquire or improve assets used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental resources is reported as liabilities in the government-wide statements. The long-term debt consists primarily of general obligation bonds, certificates of participation, a TIF loan, developer obligations, and accrued compensated absences.

Long-term debt for governmental funds is not reported as a liability in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest are reported as expenditures. The accounting for long-term debt in the proprietary fund is the same in the fund statements as it is in the government-wide statements.

Deferred outflows/inflows of resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The City has two items that qualify for reporting in this category. The first item is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunding or refunded debt. The second item results from the change in actual and projected experience in calculating the pension liability, the change in actual and projected earnings in calculating the pension asset, and pension contributions made by the City subsequent to the pension valuation date. The contribution amount will be applied during the next fiscal year while the changes in actual versus projected amounts will be amortized over five to seven years.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The City has only one type of item, which arises only under the modified accrual basis of accounting, which qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from three sources: taxes, ambulance billings and other. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

Interfund Transfers

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

Fund Balances

Governmental funds report the following fund balance classifications:

Non-Spendable – This consists of amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact.

Restricted – This consists of amounts where constraints are placed on the use of those resources which are either externally imposed by creditors, grantors, contributors, laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

Committed – This consists of amounts which can only be used for specific purposes pursuant to constraints imposed by Ordinances passed by the Board of Aldermen.

Assigned – This consists of amounts which are constrained by City management's intent for these to be used for a specific purpose but are neither formally restricted by external sources nor committed by Board of Aldermen action. The City Administrator has the authority to assign amounts for a specific purpose in this category pursuant to the City's GASB 54 policy passed by the Board of Aldermen. Likewise, the City Administrator has the authority to take necessary actions to un-assign amounts in this category.

Unassigned – This consists of the residual fund balance that does not meet the requirements for the non-spendable, restricted, committed, or assigned classifications. A positive unassigned fund balance is only possible in the general fund.

The City has a fund balance policy that provides guidance for programs with multiple revenue sources. The policy is to use restricted resources first when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. For purposes of fund balance classification expenditures are to be spent from restricted fund balance first, followed in order by committed fund balance, assigned fund balance and lastly unassigned fund balance.

The City has a minimum Unassigned Fund Balance policy for the General Fund equal to 20% of annual revenues. Detailed information on the City's governmental fund balance classifications may be found in Note 12 in the notes to the financial statements.

Pensions

For purposes of measuring the net pension asset, 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.

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

Net Position

In the government-wide and proprietary fund financial statements, net position is displayed in three components as follows:

Net Investment in Capital Assets – This consists of capital assets, net of accumulated depreciation, less the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

Restricted – This consists of net position that is legally restricted by outside parties or by law through constitutional provisions or enabling legislation.

Unrestricted – This consists of net position that does not meet the definition of “restricted” or “net investment in capital assets.”

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government’s policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Statement of Cash Flows

Proprietary Fund investments maintained in the City's pooled investments are readily convertible to known amounts of cash, and so near to their maturity that they present insignificant risk of changes in value because of changes in interest rates, and generally have a maturity of less than three months when purchased. Accordingly, for purposes of the statement of cash flows, these investments are considered cash equivalents.

Stewardship, Compliance and Accountability

The Missouri Revised Statutes (RSMo) require all political subdivisions of the State prepare an annual budget. Governmental funds required to have legally adopted budgets include the general fund. Annual budgets for all governmental funds are adopted using the modified accrual basis of accounting. Budgeted expenditures cannot exceed budgeted revenues and unencumbered positive fund balances as required by Section 67.010 RSMo. Actual expenditures exceeded budgetary appropriations in the 2003 COP Debt Service Fund by \$1,556.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

2. Deposits and Investments

A summary of the carrying values of deposits, investments and petty cash at September 30, 2015 is as follows:

Deposits	\$ 10,197,345
Investments	11,334,493
Petty Cash	<u>6,900</u>
Total	<u><u>\$ 21,538,738</u></u>

These carrying values are reflected on the financial statements as follows:

Government-wide:	
Deposits and investments	\$ 20,717,465
Restricted assets	<u>714,748</u>
	<u>21,432,213</u>
Agency fund:	
Deposits and investments	<u>106,525</u>
Total	<u><u>\$ 21,538,738</u></u>

Investment Policy

The City deposits and invests all monies as allowed by state statute and in accordance with its investment policy. State statutes allow the City to deposit in open accounts and certificates of deposit, and to invest in direct obligations of the U.S. Government, U.S. Government agency obligations and repurchase agreements. Statutes also require that collateral pledged must have a fair value equal to 100% of the funds on deposit, less insured amounts. Collateral securities must be held by the City or a disinterested third party and must be of the kind prescribed by states statutes and approved by the State of Missouri.

The City maintains a cash and investment pool, which is available for use by most funds. Substantially, all excess cash is invested in repurchase agreements, certificates of deposits, and federal agency securities. Each fund's portion of this pool is displayed as pooled cash and investments or in restricted assets. Interest earned is allocated to the funds on the basis of average monthly cash and investment balances. Cash and investments are held separately by some of the City's funds. Additionally, certain restricted assets are invested in accordance with bond ordinances by the trustee in money market mutual funds and U.S. Government agency obligations.

Custodial Credit Risk

The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. For deposits, the City follows state statutes which require pledged collateral with a fair value equal to 100% of the funds on deposit, less insured amounts. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The City's policy is to collateralize all deposits and repurchase agreements with securities held by the financial institution's agent and in the City's name but does not limit the holdings of any one counterparty.

CITY OF GRANDVIEW, MISSOURI
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At September 30, 2015, the pooled U.S. Government agency investments were held by the City's financial institution in the City's name. The securities underlying the repurchase agreement were held by the financial institution's agent in the City's name. Restricted investments are held in the City's name by the bond trustee in accordance with the related bond indentures.

At September 30, 2015, the City's deposits were insured by Federal depository insurance and uninsured deposits were fully collateralized by securities held by the City's agent in the City's name.

The carrying amount, maturity segment, and ratings for the City's investments at September 30, 2015 are as follows:

	<u>Investment Maturity</u>		<u>Rating</u>
	<u>Under 1 year</u>	<u>One to five years</u>	
<u>Pooled investments</u>			
U.S. Treasury Notes	\$ -	\$ 2,066,401	Aaa
Federal Home Loan Bank	-	5,078,145	Aaa
Federal National Mortgage Association	-	1,107,640	Aaa
Federal Farm Credit Bank	2,499,400	-	Aaa
<u>Restricted investments</u>			
Gateway Commons TIF Fund:			
Financial Square Treasury Money Market Fund	<u>582,907</u>	<u>-</u>	Aaa-mf
	<u>\$ 3,082,307</u>	<u>\$ 8,252,186</u>	

Credit Risk

Credit risk is the risk that the issuer or other counterparty to an investment will be unable to fulfill its obligations. It is the City's policy to minimize credit risk by limiting its investments to Certificates of Deposit, bonds, or other obligations of the United States, and other debt securities given the highest available rating by a nationally recognized statistical rating organization. The ratings shown above are by Standard & Poor's as of year-end for each investment.

Interest Rate Risk

The City's investment policy limits investment maturities to five years as a means of managing its exposure to fair value losses arising from changes in interest rates. To minimize the risk of loss, the City matches investments to anticipated cash flows and diversifies the investment types to the extent practicable. The City has elected to use the segmented time distribution method of disclosure for its interest rate risk.

The U.S. Government agency obligations above have maturity dates ranging from April 22, 2016 to April 28, 2020.

Concentration of Credit Risk

The City's investment policy does not limit the amount that can be invested with any one issuer. Investments that represent more than 5% of the City's investments consist of U.S. Government agency securities and are included above.

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

3. Tax Revenues

Tax revenues, including interest and penalties, by fund type for the year ended September 30, 2015 were as follows:

	General Fund	Transportation Sales Tax	Capital Improvement Sales Tax	General Debt Service	TIF Fund	Nonmajor Governmental Funds	Total
Property tax	\$ 2,560,445	\$ -	\$ -	\$ 1,020,115	\$ -	\$ 326,411	\$ 3,906,971
Sales tax	2,402,293	1,088,495	1,202,122	-	239,988	1,081,435	6,014,333
Intergovernmental activity taxes	-	-	-	-	497,409	-	497,409
Franchise tax	3,720,878	-	-	-	-	-	3,720,878
Transient guest tax	-	-	-	-	-	87,534	87,534
Cigarette tax	102,596	-	-	-	-	-	102,596
Total	\$ 8,786,212	\$ 1,088,495	\$ 1,202,122	\$ 1,020,115	\$ 737,397	\$ 1,495,380	\$ 14,329,721

The City's property tax is levied each September 1 on the assessed value as of the prior January 1 for all real and personal property located in the City. Property taxes are billed by Jackson County on November 1, and are considered delinquent after December 31 following the levy date. The City and County collect property taxes on behalf of each other and each receives a fee equal to 1.0% to 1.6%, respectively, of the gross amount of taxes collected. Taxes held on behalf of the County are reported in the Jackson County Tax Agency Fund. Taxes remaining unpaid for two years after that date are submitted to Jackson County for collection through foreclosure proceedings.

Assessed values are established by the Jackson County Assessor subject to review by the County's Board of Equalization and State Tax Commission. The assessed value for real property, including railroad and utility properties, located in the City as of January 1, 2014, on which the fiscal 2015 levy was based, was \$250,414,967.

The City is permitted by Missouri state statutes to levy taxes up to \$1.00 per \$100 of assessed valuation for general governmental services, other than payment of principal and interest on long-term debt, up to \$.20 per \$100 of assessed valuation for recreation and in unlimited amounts for the payment of principal and interest.

Property tax levies per \$100 assessed valuation for the budget year ended September 30, 2015, were as follows:

General Fund	\$ 1.0000
Park Levy Fund	0.1200
Debt Service Fund	<u>0.3800</u>
Total Levy	<u>\$ 1.5000</u>

The City has passed ordinances to establish sixteen tax increment financing districts (TIF). The establishment of these districts allows the City to provide public improvements to encourage developers to construct and make new investments within blighted, conservation or economic areas. Through the use of TIF districts, the City can utilize the taxes generated by the incremental increase in property values and sales taxes from the date the TIF was established and the combined levies of all taxing jurisdictions for infrastructure improvements.

CITY OF GRANDVIEW, MISSOURI
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Sales tax revenues result from a 1% levy on all receipts from the retail sale of tangible personal property or taxable services within the City subject to taxation by the State of Missouri. Transportation sales tax revenues result from a 1/2% levy on all receipts and is for the purpose of street maintenance. The capital improvement sales tax revenues result from a 1/2% levy on all receipts and is to be used to acquire equipment and make City facility and infrastructure improvements. The community center sales tax revenues result from a 1/2% levy on all receipts to be used to construct and operate a community center.

Property taxes receivable include related interest and penalties, and other taxes receivable consist of sales, local use, cigarette and franchise taxes, reduced by an appropriate allowance for uncollectible taxes.

4. Intergovernmental Revenue

Intergovernmental revenues during fiscal year 2015 consisted of the following:

	<u>General Fund</u>	<u>Transportation Sales Tax</u>	<u>Non-major Govt Funds</u>	<u>Total</u>
Federal:				
Department of Transportation	\$ 81,811	\$ 1,493,866	\$ 77,402	\$ 1,653,079
Miscellaneous	3,275	-	16,629	19,904
State:				
Motor vehicle fuel tax	653,349	-	-	653,349
Motor vehicle sales tax	200,124	-	-	200,124
Vehicle registration fees	106,466	-	-	106,466
Financial institution tax	17,390	-	-	17,390
Miscellaneous	10,239	-	-	10,239
Local:				
DARE	53,000	-	-	53,000
Drug task force tax	255,424	-	-	255,424
Consolidated School District	154,431	-	-	154,431
Miscellaneous	-	26,166	500	26,666
Total	<u>\$ 1,535,509</u>	<u>\$ 1,520,032</u>	<u>\$ 94,531</u>	<u>\$ 3,150,072</u>

Due from other governments at September 30, 2015 consists of state vehicle fuel and sales taxes, state vehicle registration fees, intergovernmental activity taxes, and grants.

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

5. Capital Assets

Changes in capital asset activity for 2015 are as follows:

	Beginning			Ending
	Balances	Additions	Deductions	Balances
Governmental activities:				
Capital assets, not being depreciated				
Land and land rights	\$ 3,510,129	\$ 73,050	\$ -	\$ 3,583,179
Construction in progress	-	921,126	-	921,126
Infrastructure in progress	763,546	2,105,832	-	2,869,378
Total capital assets, not being depreciated	<u>4,273,675</u>	<u>3,100,008</u>	<u>-</u>	<u>7,373,683</u>
Capital assets, being depreciated				
Buildings	19,688,018	-	-	19,688,018
Improvements, other than buildings	7,246,255	88,447	(12,780)	7,321,922
Furniture, fixtures, vehicles and equipment	10,565,973	1,879,472	(897,052)	11,548,393
Infrastructure	51,252,504	-	-	51,252,504
Total capital assets, being depreciated	<u>88,752,750</u>	<u>1,967,919</u>	<u>(909,832)</u>	<u>89,810,837</u>
Less accumulated depreciation for:				
Buildings	8,391,143	539,521	-	8,930,664
Improvements, other than buildings	1,921,460	450,236	(12,780)	2,358,916
Furniture, fixtures, vehicles and equipment	7,684,818	756,994	(897,052)	7,544,760
Infrastructure	26,323,694	1,374,776	-	27,698,470
Total accumulated depreciation	<u>44,321,115</u>	<u>3,121,527</u>	<u>(909,832)</u>	<u>46,532,810</u>
Total capital assets, being depreciated, net	<u>44,431,635</u>	<u>(1,153,608)</u>	<u>-</u>	<u>43,278,027</u>
Total governmental activities capital assets, net	<u>\$ 48,705,310</u>	<u>\$ 1,946,400</u>	<u>\$ -</u>	<u>\$ 50,651,710</u>

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

	Beginning Balances	Additions	Deductions	Ending Balances
Business-type activities:				
Capital assets, being depreciated				
Sewer lines	\$ 14,444,009	\$ 141,036	\$ -	\$ 14,585,045
Vehicles and equipment	920,333	-	-	920,333
Total capital assets, being depreciated	15,364,342	141,036	-	15,505,378
Less accumulated depreciation for:				
Sewer lines	4,769,975	180,564	-	4,950,539
Vehicles and equipment	659,509	77,122	-	736,631
Total accumulated depreciation	5,429,484	257,686	-	5,687,170
Total capital assets, being depreciated, net	9,934,858	(116,650)	-	9,818,208
Total business-type activities capital assets, net	\$ 9,934,858	\$ (116,650)	\$ -	\$ 9,818,208

Depreciation expense charged to governmental activity functions are as follows:

General government	\$ 273,707
Public safety	485,238
Community development	695
Public works	1,569,985
Culture and recreation	791,902
Total depreciation expense - governmental activities	\$ 3,121,527

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

6. Long-term Obligations

The following is a summary of changes in long-term obligations of the City for the year ended September 30, 2015:

	<u>Beginning Balances</u>	<u>Additions</u>	<u>Adjustments/ Retirements</u>	<u>Ending Balances</u>	<u>Due Within One Year</u>
Governmental activities:					
General obligation bonds	\$ 2,660,000	\$ 9,500,000	\$ 990,000	\$ 11,170,000	\$ 1,020,000
Certificates of participation	7,270,000	-	390,000	6,880,000	415,000
TIF loan payable	4,290,000	-	205,000	4,085,000	225,000
Developer agreements	2,526,494	95,205	203,842	2,417,857	200,000
Unamortized premium	108,290	282,771	32,165	358,896	-
Unamortized discount	(48,207)	-	(4,197)	(44,010)	-
*Compensated absences	825,203	684,778	692,227	817,754	817,754
*OPEB obligation	301,878	49,721	-	351,599	-
Total	<u>\$ 17,933,658</u>	<u>\$ 10,612,475</u>	<u>\$ 2,509,037</u>	<u>\$ 26,037,096</u>	<u>\$ 2,677,754</u>
Business-type activities:					
Compensated absences	\$ 34,300	\$ 21,878	\$ 15,703	\$ 40,475	\$ 40,475
OPEB obligation	<u>7,842</u>	<u>-</u>	<u>695</u>	<u>7,147</u>	<u>-</u>
	<u>\$ 42,142</u>	<u>\$ 21,878</u>	<u>\$ 16,398</u>	<u>\$ 47,622</u>	<u>\$ 40,475</u>

* - Primarily liquidated by the General Fund in prior years

General Obligation Bonds

The Missouri State Constitution permits a city, by vote of either two-thirds or four-sevenths of the voting electorate, depending upon the date of the election, to incur general obligation indebtedness for "city purposes" not to exceed 10% of the assessed value of taxable tangible property and to incur additional general obligation indebtedness not to exceed, in the aggregate, an additional 10% of the assessed value of taxable tangible property, for the purpose of acquiring rights-of-way, construction, extending and improving streets and avenues, and/or sanitary or storm sewer systems, and purchasing or constructing waterworks, electric or other light plants, provided the total general obligation indebtedness does not exceed 20% of the assessed valuation of taxable property.

At September 30, 2015, the constitutional general obligation debt limit (based on the assessed value at January 1, 2015 of \$264,041,833) was \$52,808,367. General obligation debt subject to the debt limit is \$11,170,000 of bonds outstanding, with \$917,488 available in the General Debt Service Fund.

Series 2010 General Obligation Bonds were issued in the amount of \$4,250,000 to finance park improvements and the construction of a parks and public works facility. Series 2014 General Obligation Bonds were issued in the amount of \$9,500,000 to fund improvements to the City's parks and recreation system and public safety facilities and equipment.

CITY OF GRANDVIEW, MISSOURI
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The outstanding balance of these bonds as of September 30, 2015 is as follows:

\$4,250,000 General Obligation Bonds, Series 2010, due in annual installments of \$325,000 to \$1,020,000 through March 1, 2018; interest at 1.00% to 2.25%	<u>\$ 1,670,000</u>
\$9,500,000 General Obligation Bonds, Series 2014, due in annual installments of \$30,000 to \$845,000 through September 1, 2034; interest at 2.00% to 3.50%	<u>\$ 9,500,000</u>
	<u>\$11,170,000</u>

Certificates of Participation

On August 1, 2011, the City issued \$8,405,000 of Certificates of Participation, Series 2011 to refund the previously issued Certificates of Participation, Series 2003. The original Certificates were issued to provide financing for the construction of a new community center, purchase of a radio system and to make energy conservation improvements. The Certificates of Participation, Series 2011 carry interest rates of 3% to 4.2% and mature through February 2027.

TIF Loan Payable

On December 1, 2003, the City entered into a financing agreement with the Missouri Development Finance Board (MDFB) to obtain a \$5,665,000 loan to finance certain public and private improvements in the Gateway Commons TIF District No. 9. The loan is due in annual installments through March 1, 2026, with interest rates ranging from 3.125% to 5.375%. In connection with the formation of the TIF District and obtaining the loan, the City has agreed to loan up to \$450,000 of the proceeds to the Transportation Development District (TDD) associated with the TIF project. The loan is subordinate to the MDFB bonds. At September 30, 2015, \$449,663 has been advanced by the City. The incremental property and sales taxes generated in the TIF District, as well as the amounts repaid on the TDD loan, are pledged by the City to the repayment of this loan. Any additional amounts necessary to make the loan payments are, subject to annual appropriation, payable from General Fund revenues. Restricted assets related to this issue include \$582,907 in the debt service related accounts. Total principal and interest remaining on the bonds is \$5,529,161. For 2015, principal and interest paid and city and intergovernmental incremental tax revenues were \$424,919 and \$291,565, respectively.

The annual debt service requirements to amortize all debt outstanding as of September 30, 2015 exclusive of developer agreements, unamortized bond issuance premiums and discounts, compensated absences and other postemployment obligations are as follows:

	General Obligation Bonds		TIF Loan		Certificates of Participation	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	\$ 1,020,000	\$ 300,075	\$ 225,000	\$ 209,169	\$ 415,000	\$ 253,985
2017	355,000	284,644	240,000	197,544	445,000	241,085
2018	370,000	276,581	260,000	185,044	475,000	224,910
2019	390,000	268,575	280,000	171,194	500,000	207,910
2020	410,000	258,525	305,000	155,838	530,000	189,810
2021-2025	2,405,000	1,109,600	1,910,000	502,125	3,125,000	613,324
2026-2030	3,095,000	762,513	865,000	23,247	1,390,000	56,636
2031-2034	3,125,000	222,263	-	-	-	-
	<u>\$ 11,170,000</u>	<u>\$ 3,482,776</u>	<u>\$ 4,085,000</u>	<u>\$ 1,444,161</u>	<u>\$ 6,880,000</u>	<u>\$ 1,787,660</u>

CITY OF GRANDVIEW, MISSOURI
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September 30, 2015

Developer Agreements

The City has two developer agreements in which developer financed project costs have been certified by the City as eligible to be reimbursed from tax increment financing revenues attributable to each project. Under tax increment financing plans, the developer may be reimbursed up to the certified cost amount from incremental taxes during a period not to exceed 23 years. Accordingly, certified project costs in excess of amounts reimbursed to date are reflected as a long-term obligation of the City. TIF revenues have been projected to produce sufficient funds to reimburse the developer for certified costs. These obligations are limited solely to the amount of incremental taxes received attributable to each respective project; any deficiencies are the sole responsibility of the developer and do not constitute an obligation of the City.

At September 30, 2015, the amount of outstanding developer agreements was \$2,417,857 and are payable through 2025 to the extent incremental taxes are available. For 2015, payments on the developer agreements were \$203,842. Incremental revenues were \$221,341 from City and intergovernmental sales and property taxes in the funds that are responsible for these obligations.

Truman Marketplace Special Assessment Debt

During the year ended September 30, 2015, the Industrial Development Authority of the City of Grandview issued \$4,145,000 of Taxable Special Assessment Revenue Bonds, Series 2015. These bonds are to be paid back with the proceeds from a \$1 per square foot special assessment pledged by the Truman Marketplace Community Improvement District. All required payments on the bonds are guaranteed by the City in the event that the special assessment proceeds are not sufficient to make the required payments. The City currently expects the special assessment proceeds to be sufficient to pay the debt service requirements for the bonds and therefore have not recorded an obligation in connection with this guarantee.

Conduit Debt

The City is authorized to issue industrial revenue bonds to provide financial assistance to a private-sector entity for the acquisition and construction of industrial facilities deemed to be in the public interest. Bonds are either secured by the property financed and are payable solely from payments received on the underlying lease agreement or are secured by tax increment financing revenues generated in the project area. The City is not obligated in any manner for repayment of these bonds. At September 30, 2015, there are four outstanding industrial revenue bond issuances with a total principal amount of approximately \$45 million.

7. Interfund Activity

Interfund transfers for the year ended September 30, 2015, were as follows:

	Transfers	
	In	Out
General Fund	\$ 424,400	\$ 210,000
TIF Fund	120,000	30,000
Nonmajor governmental	740,000	785,000
Sanitary Sewer	-	259,400
Total	\$ 1,284,400	\$ 1,284,400

CITY OF GRANDVIEW, MISSOURI
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Transfers are used to (1) move revenues from the fund that a statute or the budget requires to collect them to the fund that statute or budget requires to expend them, (2) move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations, and (3) to segregate money for anticipated capital projects.

Interfund receivable and payable balances as of September 30, 2015 were as follows:

	Due to:
	General
	fund
Due from:	
Tax Increment Financing Fund	263
Non-Major Governmental Funds	145,159
	\$145,422

The interfund balances represent advances from the General Fund to various other funds for short-term cash flow needs.

8. Cooperative Agreement for Sewer Service

In September 1978, the City entered into an agreement for sewerage treatment services with the Little Blue Valley Sewer District, whereby the City was given the right to connect to the Little Blue Valley Sewer District treatment system. Under this agreement, the City pays a quarterly fee based upon discharge into the system. In the fiscal year ended September 30, 2015, the City incurred costs of \$1,087,730 under the provisions of this agreement. Under a similar agreement with Kansas City, Missouri, the City incurred costs of \$426,889.

9. Employees' Retirement System

General Information about the Pension Plan

Plan description. The City's defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The City participates in the Missouri Local Government Employees Retirement System (LAGERS). 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.

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 and fire) 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 fire) and receive a reduced allowance.

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

	<u>2015 Valuation</u>
Benefit Multiplier:	1.25% for life, plus 0.75% to age 65
Final Average Salary:	3 Years
Member Contributions:	0%

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, 2015, the following employees were covered by the benefit terms:

	General	Police	Fire	Total
Inactive employees or beneficiaries currently receiving benefits	69	53	31	153
Inactive employees entitled to but no yet receiving benefits	53	23	18	94
Active employees	68	52	38	158
	190	128	87	405

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 do not contribute to the pension plan. Employer contribution rates are 5.6% (General), 9.6% (Police) and 4.8% (Fire) of annual covered payroll.

Net Pension Asset. The employer's net pension asset was measured as of June 30, 2015, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of February 28, 2015.

Actuarial assumptions. The total pension liability in the February 28, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.5 % wage inflation; 3.0% price inflation
Salary Increase	3.5 % to 6.8% (General and Police) including wage inflation 3.5 % to 8.6% (Fire) including wage inflation
Investment rate of return	7.25 %, net of investment and administrative expenses

Mortality rates are based on 105% of the 1994 Group Annuity Mortality Table set back 0 years for men and women.

The actuarial assumptions used in the February 28, 2015 valuation were based on the results of an actuarial experience study for the period March 1, 2005 through February 28, 2010.

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Equity	48.50%	5.50%
Fixed Income	25.00%	2.25%
Real Assets	20.00%	4.50%
Strategic Assets	6.50%	7.50%

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

Changes in the Net Pension Asset

	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability/(Asset)</u>
	<u>(a)</u>	<u>(b)</u>	<u>(a) - (b)</u>
Balances at 6/30/2014	\$ 37,467,371	\$ 45,518,289	\$ (8,050,918)
Changes for the year:			
Service Cost	729,137	-	729,137
Interest	2,666,783	-	2,666,783
Difference between expected and actual experience	218,435	-	218,435
Contributions - employer	-	669,050	(669,050)
Contributions - employee	-	4,093	(4,093)
Net investment income	-	862,526	(862,526)
Benefit payments, including refunds	(2,121,803)	(2,121,803)	-
Administrative expense	-	(31,782)	31,782
Other changes	-	(439,765)	439,765
Net changes	<u>1,492,552</u>	<u>(1,057,681)</u>	<u>2,550,233</u>
Balances at 6/30/2015	<u>\$ 38,959,923</u>	<u>\$ 44,460,608</u>	<u>\$ (5,500,685)</u>

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

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

	1% Decrease 6.25%	Current Single Discount Rate Assumption 7.25%	1% Increase 8.25%
Net Pension Asset	\$ (626,228)	\$ (5,500,685)	\$ (9,586,911)

Pension Expense and Deferred Outflows of Resources Related to Pensions

For the year ended September 30, 2015, the employer recognized pension expense of \$994,419 (\$269,597 (General), \$624,987 (Police) and \$99,835 (Fire)) which includes \$669,050 of contributions made by the City during the year, \$(2,224,864) in changes to the deferred outflows of resources and \$2,550,233 due to net changes in the net pension asset. The employer reported deferred outflows of resources related to pensions from the following sources:

	General Deferred	Police Deferred	Fire Deferred	Total Deferred
	Outflows of Resources	Outflows of Resources	Outflows of Resources	Outflows of Resources
Difference in experience	\$ 24,724	\$ 239,755	\$ (91,867)	\$ 172,612
Excess Investments Returns	632,378	615,570	647,380	1,895,328
Contributions subsequent to the measurement date *	59,276	49,579	48,069	156,924
Total	<u>\$ 716,378</u>	<u>\$ 904,904</u>	<u>\$ 603,582</u>	<u>\$ 2,224,864</u>

* The amount reported as deferred outflows of resources resulting from contributions subsequent to the measurement date will be recognized as a reduction in the Total Pension Liability for the year ending September 30, 2015.

Amounts reported as deferred outflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	General	Police	Fire	Total
2016	\$ 225,720	\$ 258,185	\$ 192,674	\$ 676,579
2017	166,444	208,606	144,605	519,655
2018	166,121	208,606	144,605	519,332
2019	158,093	208,608	144,605	511,306
2020	-	20,899	(17,240)	3,659
Thereafter	-	-	(5,667)	(5,667)
Total	<u>\$ 716,378</u>	<u>\$ 904,904</u>	<u>\$ 603,582</u>	<u>\$ 2,224,864</u>

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

Payable to the Pension Plan

At September 30, 2015, the City reported a payable of \$51,560 for the outstanding amount of contributions due to the pension plan.

Summary of financial reporting of the City's pension plan:

	<u>General</u>	<u>Police</u>	<u>Fire</u>	<u>Total</u>
Governmental activities:				
Net Pension Asset	\$ (1,958,207)	\$ (460,022)	\$ (2,812,376)	\$ (5,230,605)
Business-type activities:				
Net Pension Asset	<u>(270,080)</u>	<u>-</u>	<u>-</u>	<u>(270,080)</u>
Total Net Pension Asset	<u>\$ (2,228,287)</u>	<u>\$ (460,022)</u>	<u>\$ (2,812,376)</u>	<u>\$ (5,500,685)</u>
Governmental activities:				
Pension related deferred outflow	\$ 629,549	\$ 904,904	\$ 603,582	\$ 2,138,035
Business-type activities:				
Pension related deferred outflow	<u>86,829</u>	<u>-</u>	<u>-</u>	<u>86,829</u>
Total	<u>\$ 716,378</u>	<u>\$ 904,904</u>	<u>\$ 603,582</u>	<u>\$ 2,224,864</u>

10. Other Post-employment Benefits

Plan Description

The City provides employees that retire under LAGERS at the same time they end their service to the City the opportunity for continuation of medical and dental insurance coverage offered through Midwest Public Risk (MPR), a risk pool comprised of about 100 entity members. It has been determined that MPR functions as an agent multiple-employer plan.

Retirees who elect to continue coverage in the medical and dental plans offered through MPR are required to pay a contribution until the employee becomes eligible for Medicare. Since the retirees pay the premiums each year, the City's share of any premium cost is determined on the basis of a blended rate or implicit rate subsidy calculation. This implicit rate subsidy is considered an other postemployment benefit (OPEB) under GASB 45. The benefits and benefit levels are governed by City policy and the MPR pool arrangement.

The pool arrangement with MPR is maintained to collect premiums and pay claims and administrative costs and does not qualify as an OPEB plan and is not treated as holding assets in order to offset GASB 45 liabilities. The plan is not accounted for as a trust fund since an irrevocable trust has not been established. There is no stand alone financial report for the plan.

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

Funding Policy

GASB Statement No. 45 does not require funding of the OPEB liability, and the City has chosen not to fund the liability. City policy dictates the payment of retiree claims as they become due. The City does not pay retiree benefits directly, as they are paid implicitly over time through employer subsidization of active premiums that would be lower if retirees were not part of the experience group.

Annual OPEB Cost and Net OPEB Obligation

The City's annual OPEB cost is calculated based on the annual required contribution (ARC) of the employer, which represents an amount that is actuarially determined in accordance with the requirements of GASB Statement 45. The ARC represents the level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year plus the amortization of the unfunded actuarial liability over thirty years.

For the year ended September 30, 2015, the annual OPEB costs are as follows:

	Governmental Activities	Business- Type Activities	Total
Annual required contribution	\$ 66,341	\$ 1,943	\$ 68,284
Interest on net OPEB obligation	13,585	353	13,938
Adjustment to annual required contribution	(17,735)	(461)	(18,196)
Annual OPEB cost (expense)	62,191	1,835	64,026
Less: Expected net employer contributions	12,470	2530	15,000
Increase in net OPEB obligation	49,721	(695)	49,026
Net OPEB obligation, September 30, 2014	301,878	7,842	309,720
Net OPEB obligation, September 30, 2015	\$ 351,599	\$ 7,147	\$ 358,746

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

The City's annual OPEB cost, the percentage of annual OEPB costs estimated to be contributed to the plan, and the net OPEB obligation for the fiscal years ended September 30, 2015, 2014 and 2013 are as follows:

	Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
Governmental Activities:				
	9/30/2013	\$ 55,357	26.2%	\$ 253,123
	9/30/2014	62,888	22.5%	301,878
	9/30/2015	62,191	20.1%	351,599
Business-Type Activities:				
	9/30/2013	\$ 2,054	23.3%	\$ 8,888
	9/30/2014	1,821	157.4%	7,842
	9/30/2015	1,835	137.9%	7,147
Total:				
	9/30/2013	\$ 57,411	26.1%	\$ 262,011
	9/30/2014	64,709	26.3%	309,720
	9/30/2015	64,026	23.4%	358,746

Funded Status and Funding Progress

As of July 1, 2013, which represents the most recent actuarial valuation date, the actuarial accrued liability for benefits within the plan for the City is \$471,203. There are no assets set aside for funding the plan as of that date, thus the entire amount is unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$7,754,557, which results in a ratio of the unfunded actuarial accrued liability (UAAL) to the covered payroll of 6.1%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets increase or decrease over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

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

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

In the July 1, 2013 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.5% investment rate of return and an annual healthcare cost trend rate, which includes the inflation rate assumption, of 8.5% initially, reduced by decrements to an ultimate rate of 5% after eight years. The UAAL is being amortized on a level-dollar, open-period basis over a period of thirty years.

11. Commitments and Contingencies

Legal Matters

There are claims and/or lawsuits to which the City is, or may be, a party as a result of certain law enforcement activities, injuries and various other matters and complaints arising in the ordinary course of City activities. The City also participates in a number of federal and state-assisted grant programs which are subject to financial and compliance requirements with each applicable grant, and any disallowed costs resulting from such audits become the liability of the City. The City's management and legal counsel anticipate the potential claims against the City, if any, which are not covered by insurance, resulting from such matters would not materially affect the financial position of the City.

Encumbrances

Encumbrance accounting is used in the governmental funds by recording purchase orders, contracts and other commitments for the expenditure of funds in order to assure effective budgetary control and accountability. Encumbrances are reported in restricted, committed, or assigned fund balance categories. All appropriations lapse at year-end. The following encumbrances were outstanding at year end:

Fund	Outstanding Encumbrances
Transportation Sales Tax	\$ 2,227,300
Capital Improvement Sales Tax	2,655,058
2014 GO Project Fund	2,408,522
Nonmajor Governmental Funds	59,220
Sanitary Sewer	217,849
Total	\$ 7,567,949

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

Commitments

Capital projects often extend over several years. The City has made normal commitments for future expenditures related to capital projects programs. Project authorizations and expenditures since inception are as follows:

Project	Authorization	Obligations Since Inception
Main Street/Highgrove Road Project	\$ 1,375,000	\$ 1,208,545
Byars Road Multi-Use Path	576,000	455,122
MO 150 Outer Road Project	2,365,333	-
Sidewalk and Curb Repair Projects	332,546	310,575
Main Street Phase 4 Project	2,128,769	235,605
KCSR Crossing over Blue Ridge Boulevard	450,000	417,359
155th Street Widening Project	310,768	248,388
Park Bathroom Facilities	114,660	75,340
Meadowmere East Project	341,028	275,360
Meadowmere Amphitheater	2,605,913	357,116
Meadowmere Splashpark	213,533	163,715
Curb Inlet Replacement Program	130,000	-
Total	<u>\$ 10,943,550</u>	<u>\$ 3,747,125</u>

Risk Management

The City obtains health and dental, and workers' compensation insurance coverage through its membership in Midwest Public Risk (MPR), a not-for-profit corporation consisting of governmental entities and political subdivisions. MPR was formed as a public entity risk retention pool to cover health and dental, workers' compensation, and property and casualty claims for its members. MPR has been established as assessable pools and accounting records are maintained for each line of coverage on a policy year basis. The City pays monthly and annual premiums to MPR for all coverage. The agreement with MPR provides that MPR will be self-sustaining through member premiums, although MPR has the authority to assess members for any deficiencies of revenues under expenses for any single plan year. Also, MPR has the authority to declare refunds to members for the excess of revenues over expenses relating to any single plan year. MPR has not had deficiencies in any of the past three fiscal years and management of the City is not aware of any deficit situation in MPR which would require an accrual of a liability as of September 30, 2015. Also, there have been no significant changes in coverage for 2015 and the City has not incurred any claims which have exceeded its coverage in any of the past three years.

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. At September 30, 2015, the City contracted with a commercial insurance provider for property and casualty insurance. The City maintains the Insurance Deductible Internal Service Fund to pay minor claims and the deductibles under the property and casualty insurance policies. The City's deductibles for the following types of insurance coverages for fiscal year ended September 30, 2015 are as follows: General liability \$5,000; Automobile liability \$500/\$1,000; Law Enforcement \$10,000; EMS \$5,000; Public Officials \$10,000; and Property \$5,000.

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

12. Fund Balances

Fund balances at year end are as follows:

	General Fund	Trans Sales Tax	Capital Impr. Sales Tax	2014 GO Project Fund	General Debt Service	Tax Increment Financing	Non-Major Govt Funds	Total Govt Funds
Fund balances:								
Nonspendable:								
Prepaid items	\$ 206,014	\$ -	\$ -	\$ 908,047	\$ -	\$ -	\$ 11,500	\$ 1,125,561
Restricted for:								
Debt service	-	-	-	-	917,488	1,272,415	149,802	2,339,705
Transportation projects	-	1,046,938	-	-	-	-	-	1,046,938
Parks & public works projects	-	-	-	4,786,382	-	-	954,420	5,740,802
Community redevelopment	-	-	1,252,070	-	-	-	371,028	1,623,098
Law enforcement	-	-	-	1,846,633	-	-	14,094	1,860,727
Assigned to:								
Parks & public works projects	-	-	-	-	-	-	16,512	16,512
Community redevelopment	-	-	-	-	-	-	680,319	680,319
Unassigned:	4,032,439	-	-	-	-	-	(123,910)	3,908,529
Total fund balances	<u>\$ 4,238,453</u>	<u>\$ 1,046,938</u>	<u>\$ 1,252,070</u>	<u>\$ 7,541,062</u>	<u>\$ 917,488</u>	<u>\$ 1,272,415</u>	<u>\$ 2,073,765</u>	<u>\$ 18,342,191</u>

13. Adjustments to Beginning Net Position

The beginning net position of the City's governmental and business-type activities was restated due to the implementation of the GASB Statement No. 68 – *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*.

In addition, management identified a grant receivable in the amount of \$465,692 that should have been reported in the September 30, 2014 financial statements.

The effects of these changes on beginning net position are as follows:

	Governmental Activities	Business-Type Activities	Total
Net Position, beginning of year as previously reported	\$ 44,120,452	\$ 14,212,221	\$ 58,332,673
Addition of Grant Receivable	465,692	-	465,692
Adjustment made in connection with implementation of GASB 68	7,885,793	363,986	8,249,779
Net Position, beginning of year as restated	<u>\$ 52,471,937</u>	<u>\$ 14,576,207</u>	<u>\$ 67,048,144</u>

CITY OF GRANDVIEW, MISSOURI
Notes to the Basic Financial Statements
September 30, 2015

14. Subsequent Events

The City evaluated subsequent events through February 26, 2016, the date the financial statements were available to be issued. No subsequent events were identified that required disclosure in the financial statements.

CITY OF GRANDVIEW, MISSOURI
Required Supplementary Information
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
General Fund
Year Ended September 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 9,036,000	\$ 9,036,000	\$ 8,786,212	\$ (249,788)
Licenses and permits	571,500	571,500	666,732	95,232
Intergovernmental	1,477,500	1,477,500	1,535,509	58,009
Charges for services	1,605,900	1,605,900	1,689,222	83,322
Fines and forfeitures	1,465,000	1,465,000	1,530,386	65,386
Interest and other	151,300	151,300	212,315	61,015
Total Revenues	<u>14,307,200</u>	<u>14,307,200</u>	<u>14,420,376</u>	<u>113,176</u>
Expenditures:				
Current:				
General Government	3,038,589	3,261,589	3,103,665	157,924
Public safety	9,020,232	9,050,232	9,150,028	(99,796)
Public works	1,361,395	1,416,452	1,402,378	14,074
Community development	705,174	725,174	751,384	(26,210)
Culture and recreation	619,360	619,360	564,479	54,881
Total Expenditures	<u>14,744,750</u>	<u>15,072,807</u>	<u>14,971,934</u>	<u>100,873</u>
Excess of Revenues Over (Under) Expenditures	<u>(437,550)</u>	<u>(765,607)</u>	<u>(551,558)</u>	<u>214,049</u>
Other Financing Sources (Uses):				
Transfers in	424,400	425,400	424,400	(1,000)
Transfers out	(80,000)	(210,000)	(210,000)	-
Sale of capital assets	30,000	30,000	14,963	(15,037)
Total Other Financing Sources (Uses)	<u>374,400</u>	<u>245,400</u>	<u>229,363</u>	<u>(16,037)</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>\$ (63,150)</u>	<u>\$ (520,207)</u>	<u>(322,195)</u>	<u>\$ 198,012</u>
Fund Balance, Beginning of Year			<u>4,560,648</u>	
Fund Balance, End of Year			<u>\$ 4,238,453</u>	

Note to Required Supplementary Information:

GAAP is the budgetary basis used to prepare this schedule

CITY OF GRANDVIEW, MISSOURI
Required Supplementary Information
Schedule of Funding Progress

Other Post Employment Benefits

Actuarial Valuation	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(b) - (a) Unfunded AAL (UAAL)	(a)/(b) Funded Ratio	(c) Annual Covered Payroll	(b)-(a)/(c) UAL as a Percentage of Covered Payroll
7/1/2009	\$ -	\$ 555,908	\$ 555,908	0%	\$ 7,717,798	7%
7/1/2011	-	418,386	418,386	0%	7,291,266	6%
7/1/2013	-	471,203	471,203	0%	7,754,557	6%

CITY OF GRANDVIEW, MISSOURI
Required Supplementary Information
Schedule of Changes in Net Pension Asset
and Related Ratios

	2015
Total Pension Liability	
Service Cost	\$ 729,137
Interest on the Total Pension Liability	2,666,783
Difference between expected and actual experience	218,435
Benefit Payments	(2,121,803)
Net Change in Total Pension Liability	\$ 1,492,552
Total Pension Liability beginning	37,467,371
Total Pension Liability ending	\$ 38,959,923
 Plan Fiduciary Net Position	
Contributions-employer	\$ 669,050
Contributions-employee	4,093
Pension Plan Net Investment income	862,526
Benefit Payments	(2,121,803)
Pension Plan Administrative expense	(31,782)
Other	(439,765)
Net Change in Plan Fiduciary Net Position	\$ (1,057,681)
Plan Fiduciary Net Position beginning	45,518,289
Plan Fiduciary Net Position ending	\$ 44,460,608
 Employer Net Pension Asset	\$ (5,500,685)
 Plan Fiduciary Net Position as a percentage of the total Pension Liability	114.12%
Covered Employee Payroll	\$ 8,175,598
Employer's Net Pension Asset as a percentage of covered employee payroll	-67.28%

CITY OF GRANDVIEW, MISSOURI
Required Supplementary Information
Schedule of Employer Contributions

Fiscal Year	Actuarially Determined Contribution	Contribution in Relation to Actuarially Determined Contributions	Contribution Deficiency	Covered Employee Payroll	Contribution as Percentage of Covered Employee Payroll
2006	\$ 91,590	\$ 91,590	\$ 0	\$ 7,401,822	1.24%
2007	215,587	151,300	64,287	7,893,388	1.92%
2008	197,190	197,190	0	8,029,129	2.46%
2009	272,740	241,282	314,458	8,441,527	2.86%
2010	330,557	321,312	9,245	8,615,972	3.73%
2011	702,190	407,531	294,659	8,608,848	4.73%
2012	729,471	486,367	243,104	8,468,721	5.74%
2013	761,988	557,994	203,994	8,283,324	6.74%
2014	724,627	635,084	89,544	8,323,777	7.63%
2015	773,155	683,775	89,380	8,474,700	8.07%

Notes to Schedule of Employer Contributions

Valuation Date February 28, 2015

Notes: The roll-forward of total pension liability from February 28, 2015 to June 30, 2015 reflects expected service cost and interest reduced by actual benefit payments and administrative expenses.

Methods and Assumptions used to determine contribution rates:

Actuarial cost method Entry Age Normal

Amortization method Level percentage of payroll, closed

Remaining amortization period Multiple bases from 14 to 15 years

Asset valuation method 5-year smoothed market; 20% corridor

Inflation 3.5% wage inflation; 3.0% price inflation

Salary increases 3.5% to 6.8% including wage inflation (General & Police)
3.5% to 8.6% including wage inflation (Fire)

Investment rate of return 7.25%, net of investment and administrative expenses

Retirement age Experience-based table of rates that are specific to the type of eligibility condition.

Mortality 105% of the 1994 Group Annuity Mortality Table set back 0 years for men and 0 years for women. Based on experience observed during the most recent 5-year period study, it appears that the current table provides for an approximate 13% margin for future mortality improvement.

CITY OF GRANDVIEW, MISSOURI
Notes to Required Supplementary Information
September 30, 2015

Legal Compliance—Budgetary Control

Although the City is required to prepare an annual operating budget for all funds, there is no requirement to report on the budget for proprietary and similar trust funds. Therefore, the financial statements include a comparison of budget to actual only for the governmental funds. Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America.

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

1. Prior to September 1, the City Administrator submits to the Board of Alderman a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and transfers and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to October 1, the budget for all funds is legally enacted through passage of an ordinance.
4. The City Administrator is authorized to transfer budgeted amounts between departments within any fund and/or authorized departmental expenditure in excess of budgeted amounts. Any revision that alters the total expenditures of any fund must be approved by the Board of Aldermen.



Supplementary Information

CITY OF GRANDVIEW, MISSOURI
Combining Balance Sheet - Non-Major Governmental Funds
September 30, 2015

	Special Revenue	2003 COP Debt Service	Public Works Facility Construction	Parks and Public Works Projects	Total Nonmajor Governmental Funds
ASSETS					
Cash and investments	\$ 1,897,302	\$ 149,766	\$ 16,472	\$ 197,632	\$ 2,261,172
Receivables:					
Accounts	89,517	-	-	-	89,517
Taxes	14,409	-	-	-	14,409
Sales and franchise taxes	227,247	-	-	-	227,247
Accrued interest	4,191	36	42	432	4,701
Prepaid items	11,500	-	-	-	11,500
Total assets	<u>\$ 2,244,166</u>	<u>\$ 149,802</u>	<u>\$ 16,514</u>	<u>\$ 198,064</u>	<u>\$ 2,608,546</u>
LIABILITIES					
Accounts payable	\$ 183,369	\$ -	\$ 2	\$ 27	\$ 183,398
Accrued liabilities	37,719	-	-	-	37,719
Due to other funds	145,159	-	-	-	145,159
Other liabilities	89,264	-	-	-	89,264
Total liabilities	<u>455,511</u>	<u>-</u>	<u>2</u>	<u>27</u>	<u>455,540</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - taxes	12,384	-	-	-	12,384
Unavailable revenue - other	66,857	-	-	-	66,857
Total deferred inflows of resources	<u>79,241</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>79,241</u>
FUND BALANCES					
Nonspendable	11,500	-	-	-	11,500
Restricted	1,141,505	149,802	-	198,037	1,489,344
Committed	-	-	-	-	-
Assigned	680,319	-	16,512	-	696,831
Unassigned (deficit)	(123,910)	-	-	-	(123,910)
Total fund balances	<u>1,709,414</u>	<u>149,802</u>	<u>16,512</u>	<u>198,037</u>	<u>2,073,765</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 2,244,166</u>	<u>\$ 149,802</u>	<u>\$ 16,514</u>	<u>\$ 198,064</u>	<u>\$ 2,608,546</u>

CITY OF GRANDVIEW, MISSOURI
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Governmental Funds
Year Ended September 30, 2015

	<u>Special Revenue</u>	<u>2003 COP Debt Service</u>	<u>Public Works Facility Construction</u>	<u>Parks and Public Works Projects</u>	<u>Total Nonmajor Governmental Funds</u>
REVENUES:					
Taxes	\$ 1,495,380	\$ -	\$ -	\$ -	\$ 1,495,380
Intergovernmental	94,531	-	-	-	94,531
Charges for services	924,773	-	-	-	924,773
Investment earnings	26,626	-	306	15,578	42,510
Other	906,213	-	-	-	906,213
Total revenues	<u>3,447,523</u>	<u>-</u>	<u>306</u>	<u>15,578</u>	<u>3,463,407</u>
EXPENDITURES:					
Current:					
Community development	1,015,012	-	-	-	1,015,012
Culture and recreation	1,589,761	-	-	-	1,589,761
Capital outlay					
Public safety	19,388	-	-	-	19,388
Culture and recreation	412,982	-	-	-	412,982
Public works	-	-	6,662	17,213	23,875
Debt service:					
Principal	-	390,000	-	-	390,000
Interest and fiscal charges	-	270,616	-	-	270,616
Total expenditures	<u>3,037,143</u>	<u>660,616</u>	<u>6,662</u>	<u>17,213</u>	<u>3,721,634</u>
Excess of revenues over (under) expenditures	<u>410,380</u>	<u>(660,616)</u>	<u>(6,356)</u>	<u>(1,635)</u>	<u>(258,227)</u>
OTHER FINANCING SOURCES (USES):					
Transfers in	90,000	650,000	-	-	740,000
Transfers out	(785,000)	-	-	-	(785,000)
	<u>(695,000)</u>	<u>650,000</u>	<u>-</u>	<u>-</u>	<u>(45,000)</u>
Net changes in fund balances	(284,620)	(10,616)	(6,356)	(1,635)	(303,227)
Fund balances, beginning of year	<u>1,994,034</u>	<u>160,418</u>	<u>22,868</u>	<u>199,672</u>	<u>2,376,992</u>
Fund balances, end of year	<u>\$ 1,709,414</u>	<u>\$ 149,802</u>	<u>\$ 16,512</u>	<u>\$ 198,037</u>	<u>\$ 2,073,765</u>

CITY OF GRANDVIEW, MISSOURI
Combining Balance Sheet - Non-Major Special Revenue Funds
September 30, 2015

	Neighborhood Parks	Police Forfeiture	Law Enforcement Block Grant	Housing Rehabilitation	Park Levy	Inman Square	Community Center Sales Tax	Economic Development Enhancement	Total
ASSETS									
Cash and investments	\$ 88,075	\$ 14,032	\$ 14,957	\$ 110,306	\$ 762,935	\$ 33,189	\$ 807,943	\$ 65,865	\$ 1,897,302
Receivables:									
Accounts	-	-	-	-	89,517	-	-	-	89,517
Taxes	-	-	-	-	14,409	-	-	-	14,409
Sales and franchise taxes	-	-	-	-	-	-	195,466	31,781	227,247
Accrued interest	259	29	32	236	1,681	71	1,883	-	4,191
Prepaid Items	-	-	-	-	-	-	11,500	-	11,500
Total assets	<u>\$ 88,334</u>	<u>\$ 14,061</u>	<u>\$ 14,989</u>	<u>\$ 110,542</u>	<u>\$ 868,542</u>	<u>\$ 33,260</u>	<u>\$ 1,016,792</u>	<u>\$ 97,646</u>	<u>\$ 2,244,166</u>
LIABILITIES									
Accounts payable	\$ 825	\$ 2	\$ 1	\$ 16	\$ 120,427	\$ 5	\$ 53,755	\$ 8,338	\$ 183,369
Accrued liabilities	-	-	-	-	-	-	37,719	-	37,719
Due to other funds	-	-	14,953	-	-	-	-	130,206	145,159
Other liabilities	-	-	-	-	-	-	38,033	51,231	89,264
Total liabilities	<u>825</u>	<u>2</u>	<u>14,954</u>	<u>16</u>	<u>120,427</u>	<u>5</u>	<u>129,507</u>	<u>189,775</u>	<u>455,511</u>
DEFERRED INFLOWS OF RESOURCES									
Unavailable revenue - taxes	-	-	-	-	12,384	-	-	-	12,384
Unavailable revenue - other	-	-	-	-	66,857	-	-	-	66,857
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>79,241</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>79,241</u>
FUND BALANCES									
Nonspendable	-	-	-	-	-	-	11,500	-	11,500
Restricted	87,509	14,059	35	110,526	668,874	33,255	195,466	31,781	1,141,505
Committed	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	680,319	-	680,319
Unassigned (deficit)	-	-	-	-	-	-	-	(123,910)	(123,910)
Total fund balances	<u>87,509</u>	<u>14,059</u>	<u>35</u>	<u>110,526</u>	<u>668,874</u>	<u>33,255</u>	<u>887,285</u>	<u>(92,129)</u>	<u>1,709,414</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 88,334</u>	<u>\$ 14,061</u>	<u>\$ 14,989</u>	<u>\$ 110,542</u>	<u>\$ 868,542</u>	<u>\$ 33,260</u>	<u>\$ 1,016,792</u>	<u>\$ 97,646</u>	<u>\$ 2,244,166</u>

CITY OF GRANDVIEW, MISSOURI
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
Year Ended September 30, 2015

	Neighborhood Parks	Police Forfeiture	Law Enforcement Block Grant	Housing Rehabilitation	Park Levy	Inman Square	Community Center Sales Tax	Economic Development Enhancement	Total
REVENUES:									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 326,411	\$ -	\$ 1,081,435	\$ 87,534	\$ 1,495,380
Intergovernmental	-	-	16,629	-	77,402	-	500	-	94,531
Charges for services	-	-	-	-	-	-	924,773	-	924,773
Investment earnings	1,480	184	120	1,373	10,980	413	12,004	72	26,626
Other	1,100	4,382	-	-	1,157	-	18,818	880,756	906,213
Total revenues	<u>2,580</u>	<u>4,566</u>	<u>16,749</u>	<u>1,373</u>	<u>415,950</u>	<u>413</u>	<u>2,037,530</u>	<u>968,362</u>	<u>3,447,523</u>
EXPENDITURES:									
Current:									
Community development	-	-	-	56	-	17	-	1,014,939	1,015,012
Culture and recreation	65,695	-	-	-	-	-	1,524,066	-	1,589,761
Capital outlay:									
Public safety	-	2,755	16,633	-	-	-	-	-	19,388
Culture and recreation	-	-	-	-	412,982	-	-	-	412,982
Total expenditures	<u>65,695</u>	<u>2,755</u>	<u>16,633</u>	<u>56</u>	<u>412,982</u>	<u>17</u>	<u>1,524,066</u>	<u>1,014,939</u>	<u>3,037,143</u>
Excess of revenues over (under) Expenditures:	<u>(63,115)</u>	<u>1,811</u>	<u>116</u>	<u>1,317</u>	<u>2,968</u>	<u>396</u>	<u>513,464</u>	<u>(46,577)</u>	<u>410,380</u>
OTHER FINANCING SOURCES (USES):									
Transfers in	-	-	-	-	-	-	-	90,000	90,000
Transfers out	-	-	-	-	(135,000)	-	(650,000)	-	(785,000)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(135,000)</u>	<u>-</u>	<u>(650,000)</u>	<u>90,000</u>	<u>(695,000)</u>
Net changes in fund balances	(63,115)	1,811	116	1,317	(132,032)	396	(136,536)	43,423	(284,620)
Fund balances, beginning balance	150,624	12,248	(81)	109,209	800,906	32,859	1,023,821	(135,552)	1,994,034
Fund balances, end of year	<u>\$ 87,509</u>	<u>\$ 14,059</u>	<u>\$ 35</u>	<u>\$ 110,526</u>	<u>\$ 668,874</u>	<u>\$ 33,255</u>	<u>\$ 887,285</u>	<u>\$ (92,129)</u>	<u>\$ 1,709,414</u>

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Neighborhood Parks
Year Ended September 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Investment earnings	\$ 1,000	\$ 1,000	\$ 1,480	\$ 480
Other Revenue	45,000	45,000	1,100	(43,900)
Total Revenues	<u>46,000</u>	<u>46,000</u>	<u>2,580</u>	<u>(43,420)</u>
Expenditures:				
Culture and Recreation	<u>80,000</u>	<u>95,000</u>	<u>65,695</u>	<u>29,305</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ (34,000)</u>	<u>\$ (49,000)</u>	<u>(63,115)</u>	<u>\$ (14,115)</u>
Fund Balance, Beginning of Year			<u>150,624</u>	
Fund Balance, End of Year			<u>\$ 87,509</u>	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Police Forfeiture
Year Ended September 30, 2015

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:			
Investment earnings	\$ 156	\$ 184	\$ 28
Other Revenue	54	4,382	4,328
Total Revenues	210	4,566	4,356
Expenditures:			
Capital Outlay - Public Safety	10,000	2,755	7,245
Excess of Revenues Over (Under) Expenditures	\$ (9,790)	1,811	\$ 11,601
Fund Balance, Beginning of Year		12,248	
Fund Balance, End of Year		\$ 14,059	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Law Enforcement Block Grant
Year Ended September 30, 2015

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Intergovernmental	\$ 16,656	\$ 16,629	\$ (27)
Investment earnings	-	120	120
Total Revenues	<u>16,656</u>	<u>16,749</u>	<u>93</u>
Expenditures:			
Capital outlay - Public Safety	16,656	16,633	23
Total Expenditures	<u>16,656</u>	<u>16,633</u>	<u>23</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>116</u>	<u>\$ 116</u>
Fund Balance, Beginning of Year		<u>(81)</u>	
Fund Balance, End of Year		<u>\$ 35</u>	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Housing Rehabilitation
Year Ended September 30, 2015

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Investment earnings	\$ 1,500	\$ 1,373	\$ (127)
Total Revenues	<u>1,500</u>	<u>1,373</u>	<u>(127)</u>
Expenditures:			
Community development	1,500	56	1,444
Total Expenditures	<u>1,500</u>	<u>56</u>	<u>1,444</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>1,317</u>	<u>\$ 1,317</u>
Fund Balance, Beginning of Year		<u>109,209</u>	
Fund Balance, End of Year		<u>\$ 110,526</u>	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Park Levy
Year Ended September 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 350,000	\$ 350,000	\$ 326,411	\$ (23,589)
Intergovernmental	-	-	77,402	77,402
Investment earnings	10,000	10,000	10,980	980
Other	-	-	1,157	1,157
Total Revenues	<u>360,000</u>	<u>360,000</u>	<u>415,950</u>	<u>55,950</u>
Expenditures:				
Capital outlay - Culture & Recreation	<u>446,500</u>	<u>459,491</u>	<u>412,982</u>	<u>46,509</u>
Total Expenditures	<u>446,500</u>	<u>459,491</u>	<u>412,982</u>	<u>46,509</u>
Excess of Revenues Over (Under) Expenditures	<u>(86,500)</u>	<u>(99,491)</u>	<u>2,968</u>	<u>102,459</u>
Other Financing Sources (Uses):				
Transfers out	<u>(135,000)</u>	<u>(135,000)</u>	<u>(135,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(135,000)</u>	<u>(135,000)</u>	<u>(135,000)</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>\$ (221,500)</u>	<u>\$ (234,491)</u>	<u>(132,032)</u>	<u>\$ 102,459</u>
Fund Balance, Beginning of Year			<u>800,906</u>	
Fund Balance, End of Year			<u>\$ 668,874</u>	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Inman Square
Year Ended September 30, 2015

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:			
Investment earnings	\$ 500	\$ 413	\$ (87)
Total Revenues	500	413	(87)
Expenditures:			
Community Development	1,000	17	983
Total Expenditures	1,000	17	983
Excess of Revenues Over (Under) Expenditures	\$ (500)	396	\$ 896
Fund Balance, Beginning of Year		32,859	
Fund Balance, End of Year		\$ 33,255	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Community Center Sales Tax
Year Ended September 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 1,135,000	\$ 1,135,000	\$ 1,081,435	\$ (53,565)
Intergovernmental	-	-	500	500
Charges for services	1,030,000	1,030,000	924,773	(105,227)
Investment earnings	10,000	10,000	12,004	2,004
Other	14,500	14,500	18,818	4,318
Total Revenues	<u>2,189,500</u>	<u>2,189,500</u>	<u>2,037,530</u>	<u>(151,970)</u>
Expenditures:				
Culture and Recreation	<u>1,545,325</u>	<u>1,576,851</u>	<u>1,524,066</u>	<u>52,785</u>
Total Expenditures	<u>1,545,325</u>	<u>1,576,851</u>	<u>1,524,066</u>	<u>52,785</u>
Excess of Revenues Over (Under) Expenditures	<u>644,175</u>	<u>612,649</u>	<u>513,464</u>	<u>(99,185)</u>
Other Financing Sources (Uses):				
Transfers out	<u>(650,000)</u>	<u>(650,000)</u>	<u>(650,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(650,000)</u>	<u>(650,000)</u>	<u>(650,000)</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>\$ (5,825)</u>	<u>\$ (37,351)</u>	<u>(136,536)</u>	<u>\$ (99,185)</u>
Fund Balance, Beginning of Year			<u>1,023,821</u>	
Fund Balance, End of Year			<u>\$ 887,285</u>	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Economic Development Enhancement
Year Ended September 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 100,000	\$ 100,000	\$ 87,534	\$ (12,466)
Investment earnings	1,000	1,000	72	(928)
Other	20,000	840,000	880,756	40,756
Total Revenues	<u>121,000</u>	<u>941,000</u>	<u>968,362</u>	<u>27,362</u>
Expenditures:				
Community Development	323,786	1,033,786	1,014,939	18,847
Total Expenditures	<u>323,786</u>	<u>1,033,786</u>	<u>1,014,939</u>	<u>18,847</u>
Excess of Revenue Over (Under) Expenditures	<u>\$ (202,786)</u>	<u>\$ (92,786)</u>	(46,577)	<u>\$ 46,209</u>
Other Financing Sources (Uses):				
Transfers in	-	221,000	90,000	(131,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>221,000</u>	<u>90,000</u>	<u>(131,000)</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>\$ (202,786)</u>	<u>\$ 128,214</u>	43,423	<u>\$ (84,791)</u>
Fund Balance, Beginning of Year			<u>(135,552)</u>	
Fund Balance, End of Year			<u>\$ (92,129)</u>	

CITY OF GRANDVIEW, MISSOURI
Combining Balance Sheet - Tax Increment Financing Fund Projects
September 30, 2015

	Tax Increment Financing District No. 8	Tax Increment Financing District No. 9	Tax Increment Financing District No. 10	Tax Increment Financing District No. 12	Tax Increment Financing District No. 13	Tax Increment Financing District No. 15	Gateway Commons TIF Project	Total
ASSETS								
Cash and investments	\$ 19,219	\$ 18,859	\$ 6,680	\$ 21	\$ -	\$ 147,010	\$ 1,973	\$ 193,762
Receivables:								
Taxes	1,689	24,395	6,609	-	7,633	-	-	40,326
Due from other governments	112	32,618	75,932	-	608	-	-	109,270
Internal balances	-	31,518	-	-	-	-	(31,518)	-
Restricted assets:								
Cash and investments	-	-	-	-	-	-	582,907	582,907
Accrued interest	43	62	12	-	-	6	5,917	6,040
TIF loan receivable	-	-	-	-	-	-	449,663	449,663
Total assets	<u>\$ 21,063</u>	<u>\$ 107,452</u>	<u>\$ 89,233</u>	<u>\$ 21</u>	<u>\$ 8,241</u>	<u>\$ 147,016</u>	<u>\$ 1,008,942</u>	<u>\$ 1,381,968</u>
LIABILITIES								
Accounts payable	\$ 2	\$ 10	\$ 1	\$ -	\$ -	\$ 7	\$ -	\$ 20
Other liabilities	-	-	-	-	-	-	-	-
Due to other funds	-	-	17	246	-	-	-	263
Total liabilities	<u>2</u>	<u>10</u>	<u>18</u>	<u>246</u>	<u>-</u>	<u>7</u>	<u>-</u>	<u>283</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue - taxes	112	32,618	75,932	-	608	-	-	109,270
Total deferred inflows of resources	<u>112</u>	<u>32,618</u>	<u>75,932</u>	<u>-</u>	<u>608</u>	<u>-</u>	<u>-</u>	<u>109,270</u>
FUND BALANCES								
Restricted	20,949	74,824	13,283	(225)	7,633	147,009	1,008,942	1,272,415
Total liabilities and fund balances	<u>\$ 21,063</u>	<u>\$ 107,452</u>	<u>\$ 89,233</u>	<u>\$ 21</u>	<u>\$ 8,241</u>	<u>\$ 147,016</u>	<u>\$ 1,008,942</u>	<u>\$ 1,381,968</u>

CITY OF GRANDVIEW, MISSOURI
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances
Tax Increment Financing Fund Projects
Year Ended September 30, 2015

	Tax Increment Financing District No. 8	Tax Increment Financing District No. 9	Tax Increment Financing District No. 10	Tax Increment Financing District No. 12	Tax Increment Financing District No. 13	Tax Increment Financing District No. 15	Gateway Commons Debt Service	Total
REVENUES:								
Taxes	\$ 6,955	\$ 81,849	\$ -	\$ -	\$ 44,462	\$ 106,722	\$ -	\$ 239,988
Intergovernmental activity taxes	22,442	203,398	150,059	71,282	50,228	-	-	497,409
Investment earnings	162	233	45	21	-	23	-	484
Other	-	-	-	-	-	189,808	-	189,808
Total revenues	<u>29,559</u>	<u>285,480</u>	<u>150,104</u>	<u>71,303</u>	<u>94,690</u>	<u>296,553</u>	<u>-</u>	<u>927,689</u>
EXPENDITURES:								
Current:								
Community development	336	2,413	5,055	6,141	103,040	144,601	-	261,586
Debt service:								
Principal retirement	-	-	138,701	65,141	-	-	205,000	408,842
Interest and fiscal charges	-	-	-	-	-	-	222,669	222,669
Total expenditures	<u>336</u>	<u>2,413</u>	<u>143,756</u>	<u>71,282</u>	<u>103,040</u>	<u>144,601</u>	<u>427,669</u>	<u>893,097</u>
Excess of revenues over (under) Expenditures:	<u>29,223</u>	<u>283,067</u>	<u>6,348</u>	<u>21</u>	<u>(8,350)</u>	<u>151,952</u>	<u>(427,669)</u>	<u>34,592</u>
OTHER FINANCING SOURCES (USES):								
Transfers between TIF funds	-	(388,557)	-	-	-	-	388,557	-
Transfers in	-	80,000	-	-	-	-	40,000	120,000
Transfers out	(30,000)	-	-	-	-	-	-	(30,000)
	<u>(30,000)</u>	<u>(308,557)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>428,557</u>	<u>90,000</u>
Net changes in fund balances	(777)	(25,490)	6,348	21	(8,350)	151,952	888	124,592
Fund balances, beginning balance	<u>21,726</u>	<u>100,314</u>	<u>6,935</u>	<u>(246)</u>	<u>15,983</u>	<u>(4,943)</u>	<u>1,008,054</u>	<u>1,147,823</u>
Fund balances, end of year	<u>\$ 20,949</u>	<u>\$ 74,824</u>	<u>\$ 13,283</u>	<u>\$ (225)</u>	<u>\$ 7,633</u>	<u>\$ 147,009</u>	<u>\$ 1,008,942</u>	<u>\$ 1,272,415</u>

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
TIF #8
Year Ended September 30, 2015

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Sales and intergovernmental activity taxes	\$ 28,000	\$ 29,397	\$ 1,397
Investment earnings	-	162	162
Total Revenues	<u>28,000</u>	<u>29,559</u>	<u>1,559</u>
Expenditures:			
Community Development	<u>2,000</u>	<u>336</u>	<u>1,664</u>
Total Expenditures	<u>2,000</u>	<u>336</u>	<u>1,664</u>
Excess of Revenues Over (Under) Expenditures	<u>26,000</u>	<u>29,223</u>	<u>3,223</u>
Other Financing Sources (Uses):			
Transfers out	<u>(30,000)</u>	<u>(30,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(30,000)</u>	<u>(30,000)</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>\$ (4,000)</u>	<u>(777)</u>	<u>\$ 3,223</u>
Fund Balance, Beginning of Year		<u>21,726</u>	
Fund Balance, End of Year		<u>\$ 20,949</u>	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
TIF #9
Year Ended September 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Sales and intergovernmental activity taxes	\$ 292,000	\$ 292,000	\$ 285,247	\$ (6,753)
Investment earnings	1,500	1,500	233	(1,267)
Total Revenues	<u>293,500</u>	<u>293,500</u>	<u>285,480</u>	<u>(8,020)</u>
Expenditures:				
Community Development	6,000	6,000	2,413	3,587
Total Expenditures	<u>6,000</u>	<u>6,000</u>	<u>2,413</u>	<u>3,587</u>
Excess of Revenues Over (Under) Expenditures	<u>287,500</u>	<u>287,500</u>	<u>283,067</u>	<u>(4,433)</u>
Other Financing Sources (Uses):				
Transfers in	80,000	80,000	80,000	-
Transfers out	<u>(370,000)</u>	<u>(390,000)</u>	<u>(388,557)</u>	<u>1,443</u>
Total Other Financing Sources (Uses)	<u>(290,000)</u>	<u>(310,000)</u>	<u>(308,557)</u>	<u>1,443</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>\$ (2,500)</u>	<u>\$ (22,500)</u>	<u>(25,490)</u>	<u>\$ (2,990)</u>
Fund Balance, Beginning of Year			<u>100,314</u>	
Fund Balance, End of Year			<u>\$ 74,824</u>	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
TIF #10
Year Ended September 30, 2015

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Sales and intergovernmental activity taxes	\$ 135,500	\$ 150,059	\$ 14,559
Investment earnings	-	45	45
Total Revenues	<u>135,500</u>	<u>150,104</u>	<u>14,604</u>
Expenditures:			
Community Development	5,000	5,055	(55)
Debt service	<u>140,000</u>	<u>138,701</u>	<u>1,299</u>
Total Expenditures	<u>145,000</u>	<u>143,756</u>	<u>1,244</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ (9,500)</u>	<u>6,348</u>	<u>\$ 15,848</u>
Fund Balance, Beginning of Year		<u>6,935</u>	
Fund Balance, End of Year		<u>\$ 13,283</u>	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
TIF #12
Year Ended September 30, 2015

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Sales and intergovernmental activity taxes	\$ 75,000	\$ 71,282	\$ (3,718)
Investment earnings	-	21	21
Total Revenues	<u>75,000</u>	<u>71,303</u>	<u>(3,697)</u>
Expenditures:			
Community Development	6,500	6,141	359
Debt service	<u>69,000</u>	<u>65,141</u>	<u>3,859</u>
Total Expenditures	<u>75,500</u>	<u>71,282</u>	<u>4,218</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ (500)</u>	<u>21</u>	<u>\$ 521</u>
Fund Balance, Beginning of Year		<u>(246)</u>	
Fund Balance, End of Year		<u>\$ (225)</u>	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
TIF #13
Year Ended September 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Sales and intergovernmental activity taxes	\$ 95,500	\$ 101,500	\$ 94,690	\$ (6,810)
Total Revenues	<u>95,500</u>	<u>101,500</u>	<u>94,690</u>	<u>(6,810)</u>
Expenditures:				
Community Development	97,500	103,500	103,040	460
Total Expenditures	<u>97,500</u>	<u>103,500</u>	<u>103,040</u>	<u>460</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ (2,000)</u>	<u>\$ (2,000)</u>	<u>(8,350)</u>	<u>\$ (6,350)</u>
Fund Balance, Beginning of Year			<u>15,983</u>	
Fund Balance, End of Year			<u>\$ 7,633</u>	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
TIF #15
Year Ended September 30, 2015

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Sales and intergovernmental activity taxes	\$ 73,000	\$ 106,722	\$ 33,722
Investment earnings	-	23	23
Other	205,000	189,808	(15,192)
Total Revenues	<u>278,000</u>	<u>296,553</u>	<u>18,553</u>
Expenditures:			
Community Development	145,000	144,601	399
Total Expenditures	<u>145,000</u>	<u>144,601</u>	<u>399</u>
Excess of Revenues Over (Under) Expenditures	<u>133,000</u>	<u>151,952</u>	<u>18,952</u>
Other Financing Sources (Uses):			
Transfers out	(131,000)	-	(131,000)
Total Other Financing Sources (Uses)	<u>(131,000)</u>	<u>-</u>	<u>(131,000)</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>\$ 2,000</u>	151,952	<u>\$ (112,048)</u>
Fund Balance, Beginning of Year		<u>(4,943)</u>	
Fund Balance, End of Year		<u>\$ 147,009</u>	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Gateway Commons TIF Project
Year Ended September 30, 2015

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Investment earnings	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:			
Debt Service - Community Development	429,000	427,669	1,331
Excess of Revenues Over Expenditures	<u>(429,000)</u>	<u>(427,669)</u>	<u>1,331</u>
Other Financing Sources (Uses):			
Transfers in	370,000	428,557	58,557
Total Other Financing Sources (Uses)	<u>370,000</u>	<u>428,557</u>	<u>58,557</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>\$ (59,000)</u>	888	<u>\$ 59,888</u>
Fund Balance, Beginning of Year		<u>1,008,054</u>	
Fund Balance, End of Year		<u>\$ 1,008,942</u>	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
2003 COP Debt Service
Year Ended September 30, 2015

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Investment earnings	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:			
Debt service - principal	390,000	390,000	-
Debt service - interest and fiscal costs	<u>269,060</u>	<u>270,616</u>	<u>(1,556)</u>
Total Expenditures	<u>659,060</u>	<u>660,616</u>	<u>(1,556)</u>
Excess of Revenues Over (Under) Expenditures	<u>(659,060)</u>	<u>(660,616)</u>	<u>(1,556)</u>
Other Financing Sources (Uses):			
Transfers in	<u>650,000</u>	<u>650,000</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>650,000</u>	<u>650,000</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>\$ (9,060)</u>	(10,616)	<u>\$ (1,556)</u>
Fund Balance, Beginning of Year		<u>160,418</u>	
Fund Balance, End of Year		<u>\$ 149,802</u>	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
Public Works Facility Construction
Year Ended September 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Investment earnings	\$ 500	\$ 500	\$ 306	\$ (194)
Total Revenues	<u>500</u>	<u>500</u>	<u>306</u>	<u>(194)</u>
Expenditures:				
Capital Outlay - Public Works	<u>5,000</u>	<u>7,000</u>	<u>6,662</u>	<u>338</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ (4,500)</u>	<u>(6,500)</u>	<u>(6,356)</u>	<u>\$ 144</u>
Fund Balance, Beginning of Year			<u>22,868</u>	
Fund Balance, End of Year			<u>\$ 16,512</u>	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Parks and Public Works Projects
Year Ended September 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u> <u>with Final</u> <u>Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Investment earnings	\$ -	\$ -	\$ 15,578	\$ 15,578
Total Revenues	<u>-</u>	<u>-</u>	<u>15,578</u>	<u>15,578</u>
Expenditures:				
Capital Outlay	-	39,320	17,213	22,107
Debt service - interest and fiscal costs	-	-	-	-
Total Expenditures	<u>-</u>	<u>39,320</u>	<u>17,213</u>	<u>22,107</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (39,320)</u>	<u>(1,635)</u>	<u>\$ 37,685</u>
Fund Balance, Beginning of Year			<u>199,672</u>	
Fund Balance, End of Year			<u>\$ 198,037</u>	

CITY OF GRANDVIEW, MISSOURI
General Fund
Schedule of Expenditures - Budget and Actual
Year Ended September 30, 2015
(With Comparative Actual Amounts for 2014)

	2015		2014
	Budget	Actual	Actual
GENERAL GOVERNMENT:			
Board of Aldermen:			
Policy and legislation:			
Personal services	\$ 56,346	\$ 56,864	\$ 55,376
Supplies	1,000	1,240	597
Purchased services	114,200	107,701	141,142
Total policy and legislation	171,546	165,805	197,115
Legal services:			
Purchased services	190,000	188,930	283,187
Total legal services	190,000	188,930	283,187
Total Board of Aldermen	361,546	354,735	480,302
Administration:			
City administration:			
Personal services	369,644	376,026	346,740
Supplies	2,500	3,477	3,884
Purchased services	33,600	38,180	53,711
Total city administration	405,744	417,683	404,335
Human Resource:			
Personal services	112,636	107,773	93,306
Supplies	2,000	1,510	2,156
Purchased services	18,400	14,581	48,890
Total personnel	133,036	123,864	144,352
City clerk:			
Personal services	60,013	60,554	58,752
Supplies	-	429	499
Purchased services	42,505	45,699	31,276
Total city clerk	102,518	106,682	90,527
Total administration	641,298	648,229	639,214
Finance:			
State license office:			
Personal services	314,481	327,033	318,043
Supplies	4,200	6,799	6,183
Purchased services	8,400	8,564	15,972
Total state license office	327,081	342,396	340,198

(continued)

CITY OF GRANDVIEW, MISSOURI
General Fund
Schedule of Expenditures - Budget and Actual
Year Ended September 30, 2015
(With Comparative Actual Amounts for 2014)

	2015		2014
	Budget	Actual	Actual
Purchasing:			
Personal services	\$ 93,088	\$ 85,285	\$ 93,771
Supplies	-	-	-
Purchased services	3,400	6,135	2,622
Total purchasing	<u>96,488</u>	<u>91,420</u>	<u>96,393</u>
Finance and accounting:			
Personal services	240,378	223,492	160,778
Supplies	6,000	4,361	5,280
Purchased services	86,400	92,950	58,756
Total finance and accounting	<u>332,778</u>	<u>320,803</u>	<u>224,814</u>
Customer services/collections:			
Personal services	181,620	168,673	165,615
Supplies	4,200	1,936	3,701
Purchased services	140,000	139,876	126,965
Total customer service/collections	<u>325,820</u>	<u>310,485</u>	<u>296,281</u>
Municipal court:			
Personal services	235,738	230,034	218,410
Supplies	9,500	6,511	8,429
Purchased services	81,450	81,347	108,425
Total municipal court	<u>326,688</u>	<u>317,892</u>	<u>335,264</u>
City-wide support services:			
Personal services	48,000	41,017	24,447
Insurance	318,000	235,741	313,226
Supplies	6,000	-	6,839
Purchased services	195,300	157,488	196,706
Total city-wide support services	<u>567,300</u>	<u>434,246</u>	<u>541,218</u>
Total finance	<u>1,976,155</u>	<u>1,817,242</u>	<u>1,834,168</u>
Public buildings and ground maintenance:			
Personal services	93,890	87,569	95,231
Supplies	18,200	20,622	19,483
Purchased services	170,500	175,268	173,268
Total public buildings and ground maintenance	<u>282,590</u>	<u>283,459</u>	<u>287,982</u>
Total general government	<u>3,261,589</u>	<u>3,103,665</u>	<u>3,241,666</u>

(continued)

CITY OF GRANDVIEW, MISSOURI
General Fund
Schedule of Expenditures - Budget and Actual
Year Ended September 30, 2015
(With Comparative Actual Amounts for 2014)

	2015		2014
	Budget	Actual	Actual
PUBLIC SAFETY:			
Fire:			
Emergency services:			
Personal services	\$ 2,791,205	\$ 2,815,868	\$ 2,739,126
Supplies	129,500	132,261	130,288
Purchased services	143,700	161,719	176,766
Total emergency services	<u>3,064,405</u>	<u>3,109,848</u>	<u>3,046,180</u>
Fire administration:			
Personal services	543,479	547,948	536,730
Supplies	9,600	8,142	7,578
Purchased services	88,700	95,570	63,872
Total fire administration	<u>641,779</u>	<u>651,660</u>	<u>608,180</u>
Emergency preparedness:			
Personal services	-	3,615	-
Supplies	1,100	637	-
Purchased services	10,400	17,374	11,059
Total emergency preparedness	<u>11,500</u>	<u>21,626</u>	<u>11,059</u>
Total fire	<u>3,717,684</u>	<u>3,783,134</u>	<u>3,665,419</u>
Police:			
Patrol:			
Personal services	2,404,282	2,572,896	2,395,085
Supplies	151,700	138,146	155,726
Purchased services	377,939	313,861	401,638
Total patrol	<u>2,933,921</u>	<u>3,024,903</u>	<u>2,952,449</u>
Investigations:			
Personal services	1,119,897	1,046,732	1,155,568
Supplies	22,000	18,776	23,668
Purchased services	33,450	30,399	28,588
Total investigations	<u>1,175,347</u>	<u>1,095,907</u>	<u>1,207,824</u>
Services:			
Personal services	1,087,060	1,111,462	1,058,755
Supplies	25,500	25,185	28,073
Purchased services	110,720	109,437	100,087
Total services	<u>1,223,280</u>	<u>1,246,084</u>	<u>1,186,915</u>
Total police	<u>5,332,548</u>	<u>5,366,894</u>	<u>5,347,188</u>
Total public safety	<u>9,050,232</u>	<u>9,150,028</u>	<u>9,012,607</u>

(continued)

CITY OF GRANDVIEW, MISSOURI
General Fund
Schedule of Expenditures - Budget and Actual
Year Ended September 30, 2015
(With Comparative Actual Amounts for 2014)

	2015		2014
	Budget	Actual	Actual
PUBLIC WORKS:			
Engineering services:			
Personal services	139,029	165,277	\$ 156,490
Supplies	8,750	12,252	14,423
Purchased services	342,550	371,570	352,730
Total engineering services	490,329	549,099	523,643
Street maintenance:			
Personal services	507,866	447,708	529,764
Supplies	82,950	37,886	60,532
Purchased services	292,807	344,505	363,032
Total street maintenance	883,623	830,099	953,328
Solid waste:			
Purchased services	42,500	23,180	20,337
Total solid waste	42,500	23,180	20,337
Total public works	1,416,452	1,402,378	1,497,308
COMMUNITY DEVELOPMENT:			
Development services:			
Personal services	189,816	197,005	173,114
Supplies	500	391	1,249
Purchased services	32,900	44,670	12,553
Total development services	223,216	242,066	186,916
Neighborhood services/code enforcement:			
Personal services	228,540	204,637	221,186
Supplies	9,850	6,804	8,263
Purchased services	96,700	121,010	100,415
Total neighborhood services/code enforcement	335,090	332,451	329,864
Building services:			
Personal services	140,768	113,764	143,278
Supplies	3,700	3,081	2,296
Purchased services	22,400	60,022	12,631
Total building services	166,868	176,867	158,205
Total community development	725,174	751,384	674,985

(continued)

CITY OF GRANDVIEW, MISSOURI
General Fund
Schedule of Expenditures - Budget and Actual
Year Ended September 30, 2015
(With Comparative Actual Amounts for 2014)

	2015		2014
	Budget	Actual	Actual
CULTURE AND RECREATION:			
Aquatics:			
Personal services	\$ -	\$ -	\$ -
Supplies	-	-	-
Purchased services	-	-	8,959
Total aquatics	-	-	8,959
Park maintenance:			
Personal services	389,227	294,961	249,625
Supplies	63,500	52,829	59,265
Purchased services	72,700	94,859	119,196
Total park maintenance	525,427	442,649	428,086
Park operations:			
Personal services	88,433	110,782	85,395
Supplies	-	2,767	-
Purchased services	5,500	7,842	4,879
Total park operations	93,933	121,391	90,274
Recreation services:			
Supplies	-	439	58
Purchased services	-	-	-
Total recreation services	-	439	58
Total culture and recreation	619,360	564,479	527,377
Total general fund	\$ 15,072,807	\$ 14,971,934	\$ 14,953,943

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Transportation Sales Tax Fund
Year Ended September 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 1,085,000	\$ 1,085,000	\$ 1,088,495	\$ 3,495
Intergovernmental	1,711,561	1,711,561	1,520,032	(191,529)
Investment earnings	10,000	10,000	13,116	3,116
Total Revenues	<u>2,806,561</u>	<u>2,956,291</u>	<u>2,621,643</u>	<u>(184,918)</u>
Expenditures:				
Capital Outlay - Public Works	6,515,000	6,972,783	2,622,314	4,350,469
Total Expenditures	<u>6,515,000</u>	<u>6,972,783</u>	<u>2,622,314</u>	<u>4,350,469</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,708,439)</u>	<u>(4,016,492)</u>	<u>(671)</u>	<u>4,165,551</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>\$ (3,708,439)</u>	<u>\$ (4,016,492)</u>	<u>(671)</u>	<u>\$ 4,165,551</u>
Fund Balance, Beginning of Year			<u>1,047,609</u>	
Fund Balance, End of Year			<u>\$ 1,046,938</u>	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Capital Improvement Sales Tax Fund
Year Ended September 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 1,255,000	\$ 1,255,000	\$ 1,202,122	\$ (52,878)
Charges for services	-	-	119,999	119,999
Investment earnings	15,000	15,000	19,016	4,016
Total Revenues	<u>1,270,000</u>	<u>1,270,000</u>	<u>1,341,137</u>	<u>71,137</u>
Expenditures:				
Community Development	-	-	-	-
Capital Outlay	1,226,000	1,499,429	1,300,859	198,570
Total Expenditures	<u>1,226,000</u>	<u>1,499,429</u>	<u>1,300,859</u>	<u>198,570</u>
Excess of Revenues Over (Under) Expenditures	<u>44,000</u>	<u>(229,429)</u>	<u>40,278</u>	<u>269,707</u>
Other Financing (Uses):				
Insurance recoveries	-	-	4,312	4,312
Total Other Financing (Uses)	<u>-</u>	<u>-</u>	<u>4,312</u>	<u>4,312</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>\$ 44,000</u>	<u>\$ (229,429)</u>	44,590	<u>\$ 274,019</u>
Fund Balance, Beginning of Year			<u>1,207,480</u>	
Fund Balance, End of Year			<u>\$ 1,252,070</u>	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
2014 GO Project Fund
Year Ended September 30, 2015

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Investment earnings	\$ -	\$ 68,394	68,394
Total Revenues	<u>-</u>	<u>68,394</u>	<u>68,394</u>
Expenditures:			
General Government	-	3,851	(3,851)
Capital Outlay	6,000,000	2,174,693	3,825,307
Debt Service - Interest	<u>100,000</u>	<u>131,559</u>	<u>(31,559)</u>
Total Expenditures	<u>6,100,000</u>	<u>2,310,103</u>	<u>3,789,897</u>
Excess of Revenue Over (Under) Expenditures	<u>\$ (6,100,000)</u>	<u>(2,241,709)</u>	<u>\$ 3,858,291</u>
Other Financing Sources (Uses):			
Proceeds from bond issuance	9,500,000	9,500,000	-
Premium on Issuance	<u>-</u>	<u>282,771</u>	<u>282,771</u>
Total Other Financing Sources (Uses)	<u>9,500,000</u>	<u>9,782,771</u>	<u>282,771</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>\$ 3,400,000</u>	7,541,062	<u>\$ 4,141,062</u>
Fund Balance, Beginning of Year		<u>-</u>	
Fund Balance, End of Year		<u>\$ 7,541,062</u>	

CITY OF GRANDVIEW, MISSOURI
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual
General Debt Service
Year Ended September 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 1,035,000	\$ 1,035,000	\$ 1,020,115	\$ (14,885)
Investment earnings	5,000	5,000	13,284	8,284
Total Revenues	<u>1,040,000</u>	<u>1,040,000</u>	<u>1,033,399</u>	<u>(6,601)</u>
Expenditures:				
General government	18,500	18,500	16,663	1,837
Debt service - principal	990,000	990,000	990,000	-
Debt service - interest and fiscal costs	48,976	238,976	236,947	2,029
Total Expenditures	<u>1,057,476</u>	<u>1,247,476</u>	<u>1,243,610</u>	<u>3,866</u>
Excess of Revenues Over Expenditures	<u>\$ (17,476)</u>	<u>\$ (207,476)</u>	<u>(210,211)</u>	<u>\$ (2,735)</u>
Fund Balance, Beginning of Year			<u>1,127,699</u>	
Fund Balance, End of Year			<u>\$ 917,488</u>	

CITY OF GRANDVIEW, MISSOURI
Statement of Changes in Assets and Liabilities - Agency Funds
Year Ended September 30, 2015

	Balance September 30, 2014	Additions	Deductions	Balance September 30, 2015
<u>Jackson County Tax Fund</u>				
ASSETS:				
Cash and investments	\$ 103,119	\$ 10,498,026	\$ 10,494,620	\$ 106,525
LIABILITIES:				
Due to other governments	\$ 103,119	\$ 10,498,026	\$ 10,494,620	\$ 106,525
<u>71/150 Highway TDD</u>				
ASSETS:				
Cash and investments	\$ -	\$ 42,405	\$ 42,405	\$ -
Taxes receivable	-	48,723	42,405	6,318
Total Assets	\$ -	\$ 91,128	\$ 84,810	\$ 6,318
LIABILITIES:				
Due to other governments	\$ -	\$ 48,723	\$ 42,405	\$ 6,318
<u>Grandview Crossing CID</u>				
ASSETS:				
Cash and investments	\$ -	\$ 20,341	\$ 20,341	\$ -
Taxes receivable	-	23,919	20,341	3,578
Total Assets	\$ -	\$ 44,260	\$ 40,682	\$ 3,578
LIABILITIES:				
Due to other governments	\$ -	\$ 23,919	\$ 20,341	\$ 3,578
<u>Truman's Marketplace CID</u>				
ASSETS:				
Cash and investments	\$ -	\$ 80,041	\$ 80,041	\$ -
Taxes receivable	-	99,950	80,041	19,909
Total Assets	\$ -	\$ 179,991	\$ 160,082	\$ 19,909
LIABILITIES:				
Due to other governments	\$ -	\$ 99,950	\$ 80,041	\$ 19,909
<u>Truman's Marketplace TDD</u>				
ASSETS:				
Cash and investments	\$ -	\$ 26,681	\$ 26,681	\$ -
Taxes receivable	-	33,317	26,681	6,636
Total Assets	\$ -	\$ 59,998	\$ 53,362	\$ 6,636
LIABILITIES:				
Due to other governments	\$ -	\$ 33,317	\$ 26,681	\$ 6,636
<u>Total - All Agency Funds</u>				
ASSETS:				
Cash and investments	\$ 103,119	\$ 10,667,494	\$ 10,664,088	\$ 106,525
Taxes receivable	-	205,909	169,468	36,441
Total Assets	\$ 103,119	\$ 10,873,403	\$ 10,833,556	\$ 142,966
LIABILITIES:				
Due to other governments	\$ 103,119	\$ 10,703,935	\$ 10,664,088	\$ 142,966

**Statistical
Section
(unaudited)**

STATISTICAL SECTION

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

Contents

Tables

Financial Trends

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

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Revenue Capacity

These tables contain information to help the reader assess the City's two most significant local revenue sources: sales tax and property tax.

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Debt Capacity

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

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Demographic and Economic Information

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

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Operating Information

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

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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

**CITY OF GRANDVIEW, MISSOURI
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

Table 1

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental activities										
Net investments in capital assets	\$ 9,881,540	\$ 21,854,388	\$ 24,325,087	\$ 27,722,715	\$ 34,711,402	\$ 38,100,329	\$ 39,532,182	\$ 38,951,104	\$ 39,528,593	\$ 39,914,713
Restricted	12,194,152	13,873,881	13,686,705	12,240,746	13,040,648	9,130,769	7,107,949	7,131,232	5,893,106	13,061,628
Unrestricted	5,695,494	5,601,588	7,457,335	5,391,752	(1,973,676)	(1,354,927)	(1,172,179)	(596,237)	(1,301,247)	(978,707)
Total governmental activities net position	<u>\$ 27,771,186</u>	<u>\$ 41,329,857</u>	<u>\$ 45,469,127</u>	<u>\$ 45,355,213</u>	<u>\$ 45,778,374</u>	<u>\$ 45,876,171</u>	<u>\$ 45,467,952</u>	<u>\$ 45,486,099</u>	<u>\$ 44,120,452</u>	<u>\$ 51,997,634</u>
Business-type activities										
Net investments in capital assets	9,774,832	9,738,366	10,205,462	10,418,672	10,474,833	10,276,383	10,073,815	9,965,069	9,934,858	9,818,208
Restricted	-	-	-	-	-	-	-	-	-	356,909
Unrestricted	4,503,608	5,255,336	5,592,187	5,324,743	5,288,551	5,088,778	4,738,491	4,463,784	4,277,363	4,632,668
Total governmental activities net position	<u>\$ 14,278,440</u>	<u>\$ 14,993,702</u>	<u>\$ 15,797,649</u>	<u>\$ 15,743,415</u>	<u>\$ 15,763,384</u>	<u>\$ 15,365,161</u>	<u>\$ 14,812,306</u>	<u>\$ 14,428,853</u>	<u>\$ 14,212,221</u>	<u>\$ 14,807,785</u>
Primary government										
Net investments in capital assets	19,656,372	31,592,754	34,530,549	38,141,387	45,186,235	48,376,712	49,605,997	48,916,173	49,463,451	49,732,921
Restricted	12,194,152	13,873,881	13,686,705	12,240,746	13,040,648	9,130,769	7,107,949	7,131,232	5,893,106	13,418,537
Unrestricted	10,199,102	10,856,924	13,049,522	10,716,495	3,314,875	3,733,851	3,566,312	3,867,547	2,976,116	3,653,961
Total governmental activities net position	<u>\$ 42,049,626</u>	<u>\$ 56,323,559</u>	<u>\$ 61,266,776</u>	<u>\$ 61,098,628</u>	<u>\$ 61,541,758</u>	<u>\$ 61,241,332</u>	<u>\$ 60,280,258</u>	<u>\$ 59,914,952</u>	<u>\$ 58,332,673</u>	<u>\$ 66,805,419</u>

Note: Net investment in capital assets beginning in FY 2007 includes the prior period adjustment for infrastructure assets acquired prior to FY 2003 in accordance with GASB Statement No. 34

CITY OF GRANDVIEW, MISSOURI
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCURAL BASIS OF ACCOUNTING)

Table 2

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses										
Governmental activities:										
General government	\$ 3,104,261	\$ 3,121,441	\$ 3,405,633	\$ 3,425,226	\$ 3,371,308	\$ 3,265,463	\$ 3,386,360	\$ 3,653,698	\$ 3,649,755	\$ 3,460,520
Public safety	7,938,953	8,523,904	8,838,274	9,129,529	9,144,832	8,782,942	9,361,819	9,141,085	9,647,287	9,911,683
Community development	911,940	1,218,870	1,287,560	1,210,643	3,154,586	3,517,946	1,970,762	1,914,661	1,587,282	2,138,887
Public works	2,536,727	3,204,886	3,596,617	3,334,411	3,443,846	3,999,354	3,963,152	4,536,309	4,445,248	4,472,667
Culture and recreation	2,777,800	2,825,105	3,084,608	2,896,851	2,723,684	2,907,768	2,929,355	2,812,750	2,783,340	2,965,924
Interest on long-term debt	955,432	932,676	896,847	923,043	633,432	752,008	692,975	633,993	608,290	901,296
Total governmental activities expenses	18,225,113	19,826,882	21,109,539	20,919,703	22,471,688	23,225,481	22,304,423	22,692,496	22,721,202	23,850,977
Business-type activities:										
Sewer	1,780,425	1,786,418	1,990,516	2,505,109	2,418,425	2,890,743	3,120,284	3,043,968	3,105,595	2,881,332
Total primary government expenses	\$ 20,005,538	\$ 21,613,300	\$ 23,100,055	\$ 23,424,812	\$ 24,890,113	\$ 26,116,224	\$ 25,424,707	\$ 25,736,464	\$ 25,826,797	\$ 26,732,309
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 1,817,600	\$ 1,718,108	\$ 1,807,363	\$ 1,774,002	\$ 2,037,583	\$ 2,045,482	\$ 2,052,055	\$ 2,336,896	\$ 2,613,514	\$ 2,701,400
Public safety	503,380	590,688	831,682	850,986	678,968	853,944	839,944	921,236	713,386	938,523
Community development	202,283	190,534	170,084	170,354	108,092	321,004	85,870	146,332	118,372	275,738
Public works	11,480	10,120	12,874	14,985	21,065	14,314	15,933	29,567	52,777	99,312
Culture and recreation	1,037,944	1,019,745	1,064,077	1,011,306	1,043,788	941,207	988,027	964,211	972,599	940,931
Operating grants and contributions	1,340,369	1,295,818	1,246,772	1,226,691	1,365,609	1,541,643	1,254,258	1,171,743	1,316,315	1,457,719
Capital grants and contributions	266,505	17,099	1,912,979	996,589	675,414	908,292	447,107	381,657	297,125	1,054,840
Total governmental activities program revenues	5,179,561	4,842,112	7,045,831	6,044,913	5,930,519	6,625,886	5,683,194	5,951,642	6,084,088	7,468,463
Business-type activities:										
Charges for services	2,281,970	2,309,490	2,282,994	2,262,974	2,361,719	2,542,750	2,722,648	2,876,113	3,110,213	3,311,743
Capital grants and contributions	207,702	-	349,013	122,900	94,200	39,175	-	-	-	-
Total business-type activities program revenues	2,489,672	2,309,490	2,632,007	2,385,874	2,455,919	2,581,925	2,722,648	2,876,113	3,110,213	3,311,743
Total primary government program revenues	\$ 7,669,233	\$ 7,151,602	\$ 9,677,838	\$ 8,430,787	\$ 8,386,438	\$ 9,207,811	\$ 8,405,842	\$ 8,827,755	\$ 9,194,301	\$ 10,780,206
Net (expense)/revenue										
Governmental activities	\$ (13,045,552)	\$ (14,984,770)	\$ (14,063,708)	\$ (14,874,790)	\$ (16,541,169)	\$ (16,599,595)	\$ (16,621,229)	\$ (16,740,854)	\$ (16,637,114)	\$ (16,382,514)
Business-type activities	709,247	523,072	641,491	(119,235)	37,494	(308,818)	(397,636)	(167,855)	4,618	430,411
Total primary government net expense	\$ (12,336,305)	\$ (14,461,698)	\$ (13,422,217)	\$ (14,994,025)	\$ (16,503,675)	\$ (16,908,413)	\$ (17,018,865)	\$ (16,908,709)	\$ (16,632,496)	\$ (15,952,103)
General Revenues and Other										
Changes In Net Position										
Government activities:										
Taxes										
Property taxes	\$ 4,596,662	\$ 4,925,810	\$ 4,934,556	\$ 5,632,288	\$ 5,245,665	\$ 5,236,584	\$ 4,890,050	\$ 4,797,155	\$ 4,315,844	\$ 4,362,951
Sales and use taxes	7,237,273	7,368,676	7,438,968	6,397,293	5,987,549	6,297,365	6,273,901	6,178,561	5,723,795	6,041,310
Franchise, business and cigarette taxes	2,947,037	3,369,334	4,413,609	3,594,685	4,579,790	3,906,879	3,761,739	3,691,528	3,779,115	3,911,008
Unrestricted grants and contributions	64,835	74,120	84,315	59,914	43,498	217,755	150,175	142,039	163,221	17,390
Investment earnings	690,226	992,588	858,791	817,187	503,963	376,208	191,132	3,096	110,657	221,509
Miscellaneous	234,142	329,737	346,639	421,102	452,365	496,818	744,796	2,058,168	919,435	1,094,643
Transfers	71,148	69,500	126,100	135,500	151,500	165,783	201,217	220,500	259,400	259,400
Total governmental activities	15,841,323	17,129,765	18,202,978	17,057,969	16,964,330	16,697,392	16,213,010	17,091,047	15,271,467	15,908,211
Business-type activities										
Investment earnings	184,148	258,623	228,268	207,879	132,925	75,548	45,319	4,002	37,837	58,404
Miscellaneous	-	3,067	60,288	-	1,050	830	679	900	313	2,163
Transfers	(71,148)	(69,500)	(126,100)	(135,500)	(151,500)	(165,783)	(201,217)	(220,500)	(259,400)	(259,400)
Total business-type activities	113,000	192,190	162,456	72,379	(17,525)	(89,405)	(155,219)	(215,598)	(221,250)	(198,833)
Total primary government	\$ 15,954,323	\$ 17,321,955	\$ 18,365,434	\$ 17,130,348	\$ 16,946,805	\$ 16,607,987	\$ 16,057,791	\$ 16,875,449	\$ 15,050,217	\$ 15,709,378
Change in Net Position										
Governmental activities	\$ 2,795,771	\$ 2,144,995	\$ 4,139,270	\$ 2,183,179	\$ 423,161	\$ 97,797	\$ (408,219)	\$ 350,193	\$ (1,365,647)	\$ (474,303)
Business-type activities	822,247	715,262	803,947	(46,856)	19,969	(398,223)	(552,855)	(383,453)	(216,632)	231,578
Total primary government	\$ 3,618,018	\$ 2,860,257	\$ 4,943,217	\$ 2,136,323	\$ 443,130	\$ (300,426)	\$ (961,074)	\$ (33,260)	\$ (1,582,279)	\$ (242,725)

CITY OF GRANDVIEW, MISSOURI
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Table 3

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General fund										
Reserved	\$ 515,076	\$ 606,430	\$ 708,629	\$ 560,469	\$ 292,675					
Unreserved	4,235,582	4,418,533	5,090,449	4,448,176	5,269,433					
Nonspendable						\$ 236,130	\$ 274,152	\$ 315,570	\$ 334,555	\$ 206,014
Restricted						-	-	-	-	-
Committed						-	8,150	89,250	12,257	-
Assigned						280,000	44,510	36,773	22,800	-
Unassigned						5,768,730	5,546,660	4,970,931	4,191,036	4,032,439
Total general fund	<u>\$ 4,750,658</u>	<u>\$ 5,024,963</u>	<u>\$ 5,799,078</u>	<u>\$ 5,008,645</u>	<u>\$ 5,562,108</u>	<u>\$ 6,284,860</u>	<u>\$ 5,873,472</u>	<u>\$ 5,412,524</u>	<u>\$ 4,560,648</u>	<u>\$ 4,238,453</u>
All other governmental funds										
Reserved	\$ 3,746,151	\$ 5,658,321	\$ 5,196,094	\$ 4,499,948	\$ 7,804,604					
Unreserved, reported in:										
Special revenue funds	9,085,695	8,725,430	10,086,030	9,206,544	5,698,763					
Capital projects funds	268,272	55,808	53,534	3,263,292	2,284,072					
Nonspendable						13,198	13,095	19,736	24,369	\$ 919,547
Restricted						13,714,354	9,999,266	9,769,563	6,161,712	12,611,270
Committed						-	-	-	31,526	-
Assigned						1,178,571	1,056,297	966,393	825,629	696,831
Unassigned						-	-	(45)	(135,633)	(123,910)
Total all other governmental funds	<u>\$ 13,100,118</u>	<u>\$ 14,439,559</u>	<u>\$ 15,335,658</u>	<u>\$ 16,969,784</u>	<u>\$ 15,787,439</u>	<u>\$ 14,906,123</u>	<u>\$ 11,068,658</u>	<u>\$ 10,755,647</u>	<u>\$ 6,907,603</u>	<u>\$ 14,103,738</u>

Note: Beginning in FY 2011, GASB Statement No.54 became effective which establishes five new categories for Fund Balance Reporting

CITY OF GRANDVIEW, MISSOURI
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Table 4

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues										
Taxes	\$ 14,435,838	\$ 15,422,555	\$ 16,514,705	\$ 15,130,836	\$ 15,770,042	\$ 15,712,944	\$ 14,886,727	\$ 14,669,105	\$ 13,934,840	\$ 14,329,721
Licenses and permits	561,063	522,592	485,342	436,002	495,811	491,434	449,682	561,510	514,517	666,732
Intergovernmental	1,671,709	1,387,037	1,331,087	1,286,605	1,773,421	2,427,661	1,851,539	1,695,437	1,776,660	3,150,072
Charges for services	2,390,786	2,327,071	2,575,249	2,584,341	2,311,260	2,408,399	2,243,905	2,409,379	2,426,855	2,733,994
Fines and forfeitures	924,541	919,766	1,042,281	965,136	1,103,387	1,125,706	1,183,416	1,317,275	1,623,627	1,530,386
Interest	673,531	972,430	842,952	805,651	496,622	372,524	189,998	3,096	109,270	219,389
Other	246,995	373,269	360,277	292,221	428,677	482,110	555,786	774,790	530,480	1,245,751
Total revenues	20,904,463	21,924,720	23,151,893	21,500,792	22,379,220	23,020,778	21,361,053	21,430,592	20,916,249	23,876,045
Expenditures										
Current:										
General government	2,731,691	3,041,602	3,210,986	3,081,199	2,933,820	2,992,518	3,118,791	3,278,434	3,258,851	3,124,179
Public safety	7,342,400	7,988,752	8,138,657	8,495,639	8,440,827	8,549,553	8,725,708	8,594,237	9,012,607	9,150,028
Public works	870,274	1,230,432	1,260,663	1,190,339	1,356,287	1,347,294	1,398,517	1,433,582	1,497,308	1,402,378
Community development	1,251,245	1,367,600	1,404,806	1,376,467	1,168,088	1,418,066	1,551,753	1,290,669	1,495,524	2,027,982
Culture and recreation	2,204,118	2,176,972	2,424,433	2,198,175	2,080,169	2,220,869	2,270,611	2,077,538	2,052,228	2,154,240
Payments to taxing districts						545,804	273,058	371,855	-	-
Capital outlay	3,278,440	2,767,273	3,734,090	3,811,203	4,719,478	6,738,958	6,277,837	3,048,830	6,320,614	6,554,111
Debt service:										
Principal	815,000	897,247	943,255	3,073,598	1,709,595	3,069,073	1,589,305	1,737,651	1,741,725	1,788,842
Interest	938,039	910,596	878,389	929,030	793,679	1,025,779	630,089	619,224	584,331	861,791
Total expenditures	19,431,207	20,380,474	21,995,279	24,155,650	23,201,943	27,907,914	25,835,669	22,452,020	25,963,188	27,063,551
Excess of revenues over (under) expenditures	1,473,256	1,544,246	1,156,614	(2,654,858)	(822,723)	(4,887,136)	(4,474,616)	(1,021,428)	(5,046,939)	(3,187,506)
Other financing sources (uses)										
Transfers in	3,184,393	2,100,950	1,496,572	1,853,051	2,161,662	2,746,307	2,492,172	1,237,754	1,474,400	1,284,400
Transfers out	(3,113,245)	(2,031,450)	(1,370,472)	(1,717,551)	(2,010,162)	(2,580,524)	(2,290,955)	(1,017,254)	(1,215,000)	(1,025,000)
Proceeds from capital lease	54,821	-	-	-	-	-	-	-	-	-
Proceeds from note payable	-	-	387,500	-	-	-	-	-	-	-
Proceeds from bond issuance	-	-	-	-	-	8,405,000	-	-	-	9,500,000
Insurance recoveries	-	-	-	-	-	-	-	-	68,272	4,312
Proceeds from sale of capital assets	-	-	-	-	42,341	38,666	24,546	26,969	19,347	14,963
Payments to bond escrow agent	-	-	-	-	-	(8,313,755)	-	-	-	-
Proceeds from bonds issuance	-	-	-	3,300,000	-	4,250,000	-	-	-	-
Premium / discount on bonds	-	-	-	63,051	-	182,878	-	-	-	282,771
Total other financing sources (uses)	125,969	69,500	513,600	3,498,551	193,841	4,728,572	225,763	247,469	347,019	10,061,446
Net change in fund balances	\$ 1,599,225	\$ 1,613,746	\$ 1,670,214	\$ 843,693	\$ (628,882)	\$ (158,564)	\$ (4,248,853)	\$ (773,959)	\$ (4,699,920)	\$ 6,873,940
Debt service as a percentage of non capital expenditures	10.08%	10.06%	9.51%	19.08%	13.03%	18.21%	10.74%	11.25%	11.09%	12.05%

**CITY OF GRANDVIEW, MISSOURI
GOVERNMENTAL ACTIVITIES TAX BY REVENUE SOURCE
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

Table 5

FISCAL YEAR	SALES TAX	PROPERTY TAX	FRANCHISE TAX	CIGARETTE TAX	TRANSIENT GUEST TAX	TOTAL
2006	\$ 7,237,273	\$ 4,548,466	\$ 2,511,181	\$ 138,918	\$ -	\$ 14,435,838
2007	7,368,676	4,961,450	2,964,628	127,801	-	15,422,555
2008	7,438,968	4,950,966	4,008,212	116,559	-	16,514,705
2009	6,397,293	5,632,288	3,490,055	104,630	-	15,624,266
2010	5,987,549	5,445,584	4,219,578	117,331	-	15,770,042
2011	6,297,366	5,265,816	4,056,746	93,016	-	15,712,944
2012	6,273,900	4,851,087	3,585,261	102,886	73,593	14,886,727
2013	6,178,561	4,799,016	3,521,045	89,603	80,880	14,669,105
2014	5,723,795	4,431,930	3,616,009	84,431	78,675	13,934,841
2015	6,014,333	4,404,380	3,720,878	102,596	87,534	14,329,721

Note: Beginning in January of 2012, the City imposed a new Transient Guest Tax

CITY OF GRANDVIEW, MISSOURI
STATEMENT OF REVENUES, EXPEDITURES AND
CHANGES IN FUND BALANCE - GENERAL FUND
LAST TEN FISCAL YEARS
(MODIFIED ACCURAL BASIS ACCOUNTINT)

Table 6

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
REVENUES:										
Taxes	\$ 8,249,200	\$ 8,712,452	\$ 9,913,235	\$ 9,079,776	\$ 9,646,949	\$ 9,469,226	\$ 9,038,808	\$ 8,836,129	\$ 8,609,310	\$ 8,786,212
Licenses & Permits	561,063	522,592	485,342	436,002	495,811	491,434	449,682	561,510	514,517	666,732
Intergovernmental revenues	1,405,204	1,386,024	1,331,087	1,286,605	1,318,592	1,500,887	1,379,385	1,301,780	1,464,488	1,535,509
Charges for services	1,411,565	1,367,876	1,584,981	1,635,057	1,321,848	1,515,416	1,314,047	1,463,553	1,470,598	1,689,222
Fines and forfeitures	924,541	919,766	1,042,281	965,136	1,103,387	1,125,706	1,183,416	1,317,275	1,623,627	1,530,386
Interest	213,451	263,339	222,398	208,800	129,843	139,243	45,508	7,066	43,806	62,585
Other	66,347	235,368	217,780	172,611	339,375	311,600	296,488	390,277	331,974	149,730
Total revenues	12,831,371	13,407,417	14,797,104	13,783,987	14,355,805	14,553,512	13,707,334	13,877,590	14,058,320	14,420,376
EXPENDITURES:										
General government	2,714,438	3,026,155	3,192,418	3,061,900	2,915,408	2,974,094	3,100,989	3,260,687	3,241,666	3,103,665
Public safety	7,342,400	7,988,752	8,138,657	8,495,639	8,440,827	8,549,553	8,725,708	8,594,237	9,012,607	9,150,028
Public works	1,251,245	1,367,600	1,404,806	1,376,467	1,356,287	1,347,294	1,398,517	1,433,582	1,497,308	1,402,378
Community development	651,945	754,287	757,449	764,058	724,254	663,109	678,657	699,810	674,985	751,384
Culture and recreation	599,108	590,633	649,659	643,856	707,245	746,030	729,569	584,796	527,377	564,479
Total expenditures	12,559,136	13,727,427	14,142,989	14,341,920	14,144,021	14,280,080	14,633,440	14,573,112	14,953,943	14,971,934
Excess of revenues over (under) expenditures	272,235	(320,010)	654,115	(557,933)	211,784	273,432	(926,106)	(695,522)	(895,623)	(551,558)
OTHER FINANCING SOURCES (USES):										
Sale of capital assets	-	-	-	-	42,341	38,666	24,546	26,969	19,347	14,963
Transfers in	520,500	657,315	283,000	327,500	360,500	556,654	1,296,172	382,605	424,400	424,400
Transfers out	(1,022,415)	(63,000)	(163,000)	(560,000)	(61,162)	(396,000)	(556,000)	(175,000)	(400,000)	(210,000)
Total other financing sources (uses)	(501,915)	594,315	120,000	(232,500)	341,679	199,320	764,718	234,574	43,747	229,363
Net change in fund balances	(229,680)	274,305	774,115	(790,433)	553,463	472,752	(161,388)	(460,948)	(851,876)	(322,195)
FUND BALANCES:										
Fund balances, beginning of year	4,980,338	4,750,658	5,024,963	5,799,078	5,008,645	5,562,108	6,034,860	5,873,472	5,412,524	4,560,648
Fund balances, end of year	4,750,658	5,024,963	5,799,078	5,008,645	5,562,108	6,034,860	5,873,472	5,412,524	4,560,648	\$ 4,238,453

**CITY OF GRANDVIEW, MISSOURI
SALES TAX COLLECTIONS
PAST TEN FISCAL YEARS**

Table 7

FISCAL YEAR ENDED SEPTEMBER 30	General Fund (1.0%)	TRANSPORTATION SALES TAX (0.5%)	CAPITAL IMPROVEMENT SALES TAX (0.5%)	COMMUNITY CENTER SALES TAX (0.5%)
2006	\$ 2,906,971	\$ 1,356,168	\$ 1,376,512	\$ 1,262,257
2007	2,873,428	1,340,521	1,361,602	1,242,527
2008	2,962,357	1,387,344	1,406,010	1,277,723
2009	2,589,043	1,194,211	1,213,731	1,091,605
2010	2,445,098	1,114,586	1,143,643	1,015,808
2011	2,570,599	1,178,814	1,237,354	1,120,281
2012	2,568,078	1,173,845	1,284,031	1,133,197
2013	2,512,243	1,152,625	1,256,106	1,146,210
2014	2,328,444	1,057,286	1,164,223	1,050,990
2015	2,402,293	1,088,495	1,202,122	1,081,435

CITY OF GRANDVIEW, MISSOURI
TOTAL CITY TAXABLE SALES BY CATEGORY
(AMOUNTS EXPRESSED IN HUNDREDS)
LAST TEN FISCAL YEARS

Table 8

Sales by Retail Category:	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Auto dealers and supplies	\$ 483,734	\$ 468,286	\$ 436,185	\$ 360,959	\$ 363,979	\$ 381,109	\$ 377,130	\$ 330,954	\$ 494,728	\$ 527,597
Building materials and farm tools	244,824	181,442	308,060	119,837	75,837	67,363	82,605	158,071	128,283	136,476
Eating and drinking establishments	290,908	300,437	295,988	286,163	272,247	262,731	243,695	274,406	255,487	270,118
Food stores	235,232	266,568	218,464	214,963	200,890	208,980	201,078	199,996	186,087	175,704
General merchandise	290,430	295,209	337,234	323,890	287,847	284,017	248,383	258,228	315,579	327,299
Hardware, plumbing, heating & cooling	170,347	132,792	130,376	101,370	93,804	107,859	107,632	104,860	121,849	142,734
Home furnishings	17,573	19,203	19,411	12,426	7,108	7,889	8,972	7,071	11,576	9,245
Other retail stores	819,500	857,900	840,456	800,986	744,245	756,740	733,517	681,607	370,969	337,260
Service stations	33,618	28,995	31,647	31,984	25,460	30,285	31,112	14,582	84,115	89,189
Utilities	271,836	288,063	303,104	306,630	320,936	317,619	302,578	356,499	307,781	300,097
All other outlets	136,373	109,998	115,533	122,578	118,296	189,156	293,748	147,905	168,731	185,527
Total	\$ 2,994,375	\$ 2,948,893	\$ 3,036,459	\$ 2,681,787	\$ 2,510,650	\$ 2,613,749	\$ 2,630,450	\$ 2,534,179	\$ 2,445,185	\$ 2,501,246

Note: Missouri statutes prohibit cities from disclosing principal sales tax remitters and the respective amounts of sales tax revenue remitted

Source: Missouri Department of Revenue

**CITY OF GRANDVIEW, MISSOURI
SALES TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(IN PERCENT)**

Table 9

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Direct Sales Tax Rate of Grandview										
General Fund	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Transportation	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500
Capital Improvements	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500
Community Center	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500
Total Direct Sales Tax	<u>2.500</u>									
Total Local Option Sales Tax Rate										
Sate of Missouri	4.000	4.000	4.000	4.000	4.000	4.000	4.000	4.000	4.000	4.000
Missouri Sate Conservation	0.125	0.125	0.125	0.125	0.125	0.125	0.125	0.125	0.125	0.125
Missouri Sate Parks and Soil	0.100	0.100	0.100	0.100	0.100	0.100	0.100	0.100	0.100	0.100
Jackson County	0.750	1.125	1.125	1.125	1.125	1.125	1.125	1.125	1.125	1.125
City of Grandview	2.500	2.500	2.500	2.500	2.500	2.500	2.500	2.500	2.500	2.500
Kansas City Zoologic	0.000	0.000	0.000	0.000	0.000	0.000	0.125	0.125	0.125	0.125
Total Direct and Overlapping Sales Tax Rate	<u>7.475</u>	<u>7.850</u>	<u>7.850</u>	<u>7.850</u>	<u>7.850</u>	<u>7.850</u>	<u>7.975</u>	<u>7.975</u>	<u>7.975</u>	<u>7.975</u>

Source: Missouri Department of Revenue

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

Table 10

FISCAL YEAR	REAL PROPERTY				OTHER PROPERTY		TOTAL ASSESSED VALUE	TOTAL DIRECT TAX RATE	ESTIMATED MARKET VALUE	ASSESSED VALUE AS A PERCENTAGE OF MARKET VALUE
	RESIDENTIAL PROPERTY	AGRICULTURAL PROPERTY	COMMERCIAL PROPERTY	TOTAL	PERSONAL PROPERTY	RAILROADS & UTILITIES				
2006	\$ 143,003,864	\$ 123,337	\$ 60,091,973	\$ 203,219,174	\$ 63,552,909	\$ 4,579,878	\$ 271,351,961	1.44	\$ 1,017,798,440	26.7%
2007	144,896,298	126,287	62,923,197	207,945,782	61,393,403	4,625,552	273,964,737	1.45	1,037,392,010	26.4%
2008	149,872,687	126,810	60,788,373	210,787,870	65,877,335	4,506,303	281,171,508	1.45	1,054,929,081	26.7%
2009	150,004,275	114,659	61,693,705	211,812,639	64,400,226	4,075,401	280,288,266	1.47	1,051,167,854	26.7%
2010	138,168,487	114,518	60,599,038	198,882,043	60,400,589	3,700,659	262,983,291	1.50	979,206,524	26.9%
2011	139,162,192	119,968	59,939,081	199,221,241	61,589,779	4,728,917	265,539,937	1.50	999,557,234	26.6%
2012	138,287,037	119,952	55,875,297	194,282,286	58,927,577	5,577,260	258,787,123	1.50	996,390,747	26.0%
2013	139,445,236	121,973	56,983,984	196,551,193	57,424,441	6,407,450	260,383,084	1.50	1,019,804,520	25.5%
2014	123,710,674	120,710	56,776,667	180,608,051	59,126,763	7,705,283	247,440,097	1.50	957,963,195	25.8%
2015	127,265,600	121,074	56,382,504	183,769,178	58,171,287	8,474,502	250,414,967	1.50	988,264,922	25.3%

Source: Jackson County Assessor's Office

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

Table 11

FISCAL YEAR	CITY OF GRANDVIEW				OVERLAPPING RATES			TOTAL
	GENERAL	PARKS	DEBT SERVICE	TOTAL	SCHOOL DISTRICT	COUNTY	STATE	
2006	\$ 0.95	\$ 0.11	\$ 0.38	\$ 1.44	\$ 5.45	\$ 1.23	\$ 0.03	\$ 8.15
2007	0.96	0.11	0.38	1.45	5.45	1.23	0.03	8.16
2008	0.96	0.11	0.38	1.45	5.45	1.23	0.03	8.16
2009	0.98	0.12	0.38	1.48	5.61	1.23	0.03	8.35
2010	1.00	0.12	0.38	1.50	5.89	1.23	0.03	8.65
2011	1.00	0.12	0.38	1.50	5.89	1.23	0.03	8.65
2012	1.00	0.12	0.38	1.50	5.89	1.23	0.03	8.65
2013	1.00	0.12	0.38	1.50	5.89	1.23	0.03	8.65
2014	1.00	0.12	0.38	1.50	5.89	1.23	0.03	8.65
2015	1.00	0.12	0.38	1.50	5.89	1.23	0.03	8.65

Note: All rates expressed as tax rates per \$100 of assessed valuation

Note: Real Estate Tax Levy Sheet from Jackson County, Missouri Government website

Note: County rate includes Jackson County, Community College, Library, Handicap Workshop, and Mental Health

Note: State rate is Missouri Blind Pension

Note: The City of Grandview is permitted to levy taxes up to \$1.00 per \$100 of assessed valuation for general government services other than payment of principal and interest on long-term debt, up to \$.20 per \$100 of assessed valuation for recreation and in unlimited amounts for the payment of principal and interest

**CITY OF GRANDVIEW, MISSOURI
PRINCIPAL PROPERTY TAXPAPERS
CURRENT YEAR AND NINE YEARS AGO**

Table 12

<u>TAXPAYER</u>	<u>2015</u>			<u>2006</u>		
	<u>TAXABLE ASSESSED VALUE</u>	<u>RANK</u>	<u>PERCENTAGE OF TOTAL TAXABLE ASSESSED VALUE</u>	<u>TAXABLE ASSESSED VALUE</u>	<u>RANK</u>	<u>PERCENTAGE OF TOTAL TAXABLE ASSESSED VALUE</u>
Greens at Grand Summit Golf	\$ 6,917,463	1	2.76%	\$ 3,647,251	2	1.33%
KCPL-GMOC	6,300,222	2	2.52%	-		-
Google Fiber Missouri LLC	4,471,255	3	1.79%	-		-
Peterson Manufacturing	4,016,211	4	1.60%	4,737,307	1	1.73%
Triumph Structures - Kansas City	2,427,361	5	0.97%	-		-
Meadwestvaco Corporation	2,132,615	6	0.85%	-		-
Botts Road Associates LLC	1,965,280	7	0.78%	-		-
Legacy Truman LLC	1,925,261	8	0.77%	-		-
US Toy Company	1,712,314	9	0.68%	2,560,885	4	0.93%
KCPL	1,629,905	10	0.65%	-		-
Sika Corporation	-		-	2,762,216	3	1.01%
Caravan Ingredients Company	-		-	2,534,481	5	0.93%
Grandview Road III LLC	-		-	2,100,323	6	0.77%
DECS Remain Derman Limited	-		-	2,050,690	7	0.75%
Sam's Real Estate	-		-	1,941,734	8	0.71%
Aquila Corporation	-		-	1,599,560	9	0.58%
Southwestern Bell	-		-	1,430,839	10	0.52%
TOTALS	<u>\$ 33,497,887</u>		<u>13.38%</u>	<u>\$ 25,365,286</u>		<u>9.26%</u>

Source: Jackson County Collections Office

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

Table 13

<u>FISCAL YEAR ENDED SEPTEMBER 30</u>	<u>TOTAL TAX LEVY FOR FISCAL YEAR</u>	<u>COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY</u>		<u>COLLECTION S IN SUBSEQUENT YEARS</u>	<u>TOTAL COLLECTIONS TO DATE</u>	
		<u>AMOUNT</u>	<u>PERCENTAGE OF LEVY</u>		<u>AMOUNT</u>	<u>PERCENTAG E OF LEVY</u>
2006	\$ 4,509,429	\$ 4,209,841	93.4%	\$ 266,059	\$ 4,475,900	99.3%
2007	4,732,408	4,429,383	93.6%	214,757	4,644,140	98.1%
2008	4,836,905	4,515,012	93.3%	231,662	4,746,674	98.1%
2009	4,782,244	4,415,352	92.3%	301,939	4,717,291	98.6%
2010	5,024,738	4,725,891	94.1%	204,182	4,930,073	98.1%
2011	4,942,490	4,666,724	94.4%	211,722	4,878,446	98.7%
2012	4,945,708	4,624,906	93.5%	234,997	4,859,903	98.3%
2013	4,708,106	4,464,804	94.8%	173,754	4,638,558	98.5%
2014	4,291,290	4,122,220	96.1%	89,681	4,211,901	98.1%
2015	4,343,940	4,187,320	96.4%	-	4,187,320	96.4%

Source: Jackson County Collections Office

**CITY OF GRANDVIEW, MISSOURI
SUMMARY OF DEBT STRUCTURE
AS OF SEPTEMBER 30, 2015**

Table 14

2014 Assessed Valuation (1)	\$	250,414,967
2014 Estimated Actual Valuation (2)	\$	1,048,037,550
Population		25,290
Outstanding General Obligation Bonds - Direct Debt (3)	\$	11,474,908
Overlapping General Obligation Debt	\$	26,141,000
Total Direct and Overlapping General Obligation Debt	\$	37,615,908
Ratio of Direct Debt to Assessed Valuation		4.58%
Ratio of Direct Debt to Estimated Actual Valuation		1.09%
Per Capita Direct Debt	\$	453.73
Ratio of Direct and Overlapping Debt to Assessed Valuation		15.02%
Ratio of Direct and Overlapping Debt to Estimated Valuation		3.59%
Per Capita Direct and Overlapping Debt	\$	1,487.38

- (1) Includes 2014 real and personal property assessment as certified by the Jackson County Clerk
- (2) Estimated actual valuation is calculated by dividing different classes of property by the corresponding assessment ration
- (3) Includes all outstanding general obligation bonds of the City

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

Table 15

<u>Fiscal Year</u>	<u>GOVERNMENTAL ACTIVITIES</u>							<u>TOTAL</u>	<u>PERCENTAGE OF PERSONAL INCOME</u>	<u>PER CAPITA</u>
	<u>GENERAL OBLIGATION BONDS</u>	<u>CERTIFICATES OF PARTICIPATION</u>	<u>TIF LOAN</u>	<u>DEVELOPER AGREEMENTS</u>	<u>MTFC LOAN</u>	<u>CAPITAL LEASE</u>				
2006	\$ 3,430,000	\$ 10,070,000	\$ 5,468,217	\$ -	\$ -	\$ 54,821	\$ 19,023,038	3.59%	\$ 754	
2007	2,925,000	9,820,000	5,347,414	-	-	37,574	18,129,988	3.69%	735	
2008	2,400,000	9,560,000	5,211,611	-	387,500	19,319	17,578,430	3.58%	725	
2009	3,360,716	9,295,000	5,065,808	1,761,885	314,949	-	19,798,358	4.10%	809	
2010	2,556,285	9,020,000	4,905,005	3,436,806	240,027	-	20,158,123	3.70%	778	
2011	5,629,229	7,716,922	4,759,202	3,943,193	-	-	22,048,546	4.00%	843	
2012	4,689,564	7,406,289	4,603,399	3,921,397	-	-	20,620,649	3.90%	837	
2013	3,699,899	7,045,656	4,437,596	2,632,156	-	-	17,815,307	3.36%	716	
2014	2,709,573	6,715,023	4,241,793	2,526,494	-	-	16,192,883	3.08%	633	
2015	11,474,908	6,369,390	4,040,990	2,417,857	-	-	24,303,145	4.68%	961	

Note: See Table 20 for personal income data

Note: Amounts are reported net of original issue premiums, discounts and deferred amounts on refunding

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

Table 16

FISCAL YEAR	GENERAL OBLIGATION BONDS	LESS: AMOUNTS AVAILABLE IN DEBT SERVICE FUND	NET BONDED DEBT OUTSTANDING	PERCENTAGE OF ESTIMATED ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
2006	\$ 3,430,000	\$ 1,394,943	\$ 2,035,057	0.75%	\$ 81
2007	2,925,000	1,886,212	1,038,788	0.38%	42
2008	2,400,000	2,400,000	-	0.00%	-
2009	3,360,716	1,130,593	2,230,123	0.80%	91
2010	2,556,285	1,262,740	1,293,545	0.49%	50
2011	5,629,229	1,088,230	4,540,999	1.71%	174
2012	4,689,564	1,141,437	3,548,127	1.37%	144
2013	3,699,899	1,138,637	2,561,262	0.98%	103
2014	2,709,573	1,127,699	1,581,874	0.64%	62
2015	11,474,908	917,486	10,557,422	4.22%	417

Note: See table 10 for property value data

Note: See table 20 for population data

**CITY OF GRANDVIEW, MISSOURI
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF SEPTEMBER 30, 2015**

Table 17

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	ESTIMATED SHARE OF OVERLAPPING DEBT
Debt repaid with property taxes:			
Consolidated School District No. 4	\$ 38,095,000	60.00%	\$ 22,857,000
Hickman Mills School District	\$ 32,840,000	10.00%	3,284,000
Subtotal, overlapping debt			26,141,000
City Direct debt			24,303,145
Total direct and overlapping debt			\$ 50,444,145

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Grandview. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore, responsible for repaying the debt, of each overlapping government.

Source: The debt outstanding data and applicable percentages as provided by each governmental entity

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

Table 18

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Debt Limit	\$ 54,792,947	\$ 56,234,302	\$ 56,057,653	\$ 52,596,658	\$ 53,107,987	\$ 51,757,425	\$ 52,076,617	\$ 49,488,019	\$ 50,082,993	\$ 52,808,367
Total net debt applicable to limit	2,035,057	1,038,788	-	6,419,407	5,387,260	4,411,770	3,448,563	2,491,363	1,532,301	10,557,422
Legal debt margin	<u>\$ 52,757,890</u>	<u>\$ 55,195,514</u>	<u>\$ 56,057,653</u>	<u>\$ 46,177,251</u>	<u>\$ 47,720,727</u>	<u>\$ 47,345,655</u>	<u>\$ 48,628,054</u>	<u>\$ 46,996,656</u>	<u>\$ 48,550,692</u>	<u>\$ 42,250,945</u>
Total net debt applicable to the limit as a percentage of debt limit	3.71%	1.85%	0.00%	12.20%	10.14%	8.52%	6.62%	5.03%	3.06%	19.99%

Legal Debt Margin Calculation for Fiscal Year 2015

Assessed Value	\$ 264,041,833
Debt Limit (20% of assessed value)	52,808,367
General Obligation Bonds Issued	11,474,908
Less: Amount available in Debt Service	<u>917,486</u>
Net General Obligation Bonded Debt Applicable to Debt Limit	10,557,422
Legal Debt Margin	<u>\$ 42,250,945</u>

Note: Article 6, Section 26 (b) & (c) of the Missouri Constitution permits any county or city, by vote of four-sevenths of qualified elected electors voting thereon, to incur an indebtedness to the city purposes not to exceed 10 percent of the value of the taxable tangible property therein, as shown by the last assessment.

Note: Article 6, Section 26 (d) & (e) of the Missouri Constitution provides that any city may become indebted not exceeding in the aggregate an additional 10 percent of the value of the taxable tangible property for the purpose of acquiring right-of-ways, constructing, extending and improving streets and avenues and/or sanitary or storm sewer systems and an additional 10 percent for purchasing or construction of waterworks, electric or other light plants provided the total general obligated indebtedness of the city does not exceed 20 percent of the assessed valuation.

**CITY OF GRANDVIEW, MISSOURI
PLEGDED REVENUE COVERAGE
LAST TEN FISCAL YEARS**

Table 19

FISCAL YEAR	SEWER REVENUE BONDS							
	SEWER CHARGES AND OTHER	LESS: OPERATING EXPENSES	NET AVAILABLE REVENUE	DEBT SERVICE		COVERAGE		
				PRINCIPAL	INTEREST			
2006	\$ 2,281,970	\$ 1,502,411	\$ 779,559	\$ -	\$ -	\$ -		
2007	2,309,490	1,568,137	741,353	-	-	-		
2008	2,282,994	1,786,571	496,423	-	-	-		
2009	2,262,974	2,258,828	4,146	-	-	-		
2010	2,361,719	2,165,931	195,788	-	-	-		
2011	2,542,750	2,628,781	(86,031)	-	-	-		
2012	2,722,648	2,859,189	(136,541)	-	-	-		
2013	2,876,113	2,782,303	93,810	-	-	-		
2014	3,110,213	2,842,019	268,194	-	-	-		
2015	3,311,743	2,623,646	688,097	-	-	-		

Note: Operating expenses excludes depreciation, interest expense, amortization, non-operating expenses, and payments in lieu of taxes

Note: The City of Grandview does not have any outstanding sewer revenue bonds over the last ten years

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

Table 20

YEAR	POPULATION (1)	PERSONAL INCOME (1)	PER CAPITA INCOME (1)	MEDIAN AGE (1)	SCHOOL ENROLLMENT (2)	UNEMPLOYMENT RATE (3)
2006	25,241	\$ 529,505,698	\$ 20,978	35.1	4,102	4.5%
2007	24,664	491,676,840	19,935	35.2	3,921	5.2%
2008	24,234	490,593,096	20,244	34.4	3,957	7.3%
2009	24,464	482,430,080	19,720	36.6	3,912	9.9%
2010	25,898	544,427,756	21,022	36.8	3,772	9.5%
2011	26,140	551,867,680	21,112	35.8	3,888	9.0%
2012	24,630	529,298,700	21,490	36.0	3,912	7.3%
2013	24,881	530,960,540	21,340	33.7	4,018	6.9%
2014	25,572	525,990,468	20,569	33.2	4,205	7.5%
2015	25,290	519,406,020	20,538	32.9	4,264	7.8%

Sources: (1) Information provided by Census Bureau
(2) Information provided by School District
(3) Information provided by Bureau of Labor Statistics

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

Table 21

EMPLOYER	2015			2006		
	EMPLOYEES	RANK	PERCENTAGE OF TOTAL CITY	EMPLOYEES	RANK	PERCENTAGE OF TOTAL CITY
Consolidated School District # 4	584	1	4.38%	198	6	1.49%
Peterson Manufacturing Company	539	2	4.04%	650	1	4.88%
Mead Westvaco Calmar, Inc.	340	3	2.55%	400	2	3.00%
City of Grandview	206	4	1.54%	166	7	1.25%
Ruskin Company	196	5	1.47%	135	9	1.01%
Kenny's Tile & Floor Covering, Inc.	151	6	1.13%	-	-	-
Maxi-Seal Harness Systems, Inc.	146	7	1.09%	-	-	-
United Heating & Cooling, Inc.	134	8	1.00%	-	-	-
Durham School Services	123	9	0.92%	-	-	-
SAC Wireless	200	10	1.50%	-	-	-
Sika Corporation	-	-	-	300	3	2.25%
U.S. Toy	-	-	-	300	4	2.25%
Access Industries Corporation	-	-	-	250	5	1.88%
Mission Plastics North	-	-	-	150	8	1.13%
Foundation Workshop Incorporated	-	-	-	130	10	0.98%
TOTAL	2,619		19.64%	2,679		20.12%

Source: City of Grandview Occupational License System

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

Table 22

Function:	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General government	20.0	21.0	21.0	20.0	21.0	22.0	29.0	30.0	27.0	29.0
Public Safety										
Police										
Officers	51.0	49.0	50.0	52.0	52.0	56.0	51.0	51.0	52.0	52.0
Civilians	13.0	12.0	12.0	15.0	14.0	11.0	16.0	17.0	16.0	17.0
Fire										
Firefighters and officers	38.0	38.0	39.0	40.0	40.0	42.0	42.0	44.0	43.0	43.0
Civilians	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Public Works										
Engineering	3.0	3.0	3.0	3.0	3.0	2.5	2.0	2.0	4.0	2.0
Maintenance	14.0	15.0	11.0	10.0	9.0	8.5	8.0	9.0	8.0	7.0
Sewer	6.0	5.0	8.0	7.0	8.0	10.0	9.5	9.5	8.0	10.0
Culture and Recreation	16.0	14.0	17.0	18.0	18.0	15.0	43.0	39.0	35.0	38.0
Community Development	9.0	10.0	10.0	10.0	8.0	8.0	8.0	8.0	8.0	7.0
Total	<u>171.0</u>	<u>168.0</u>	<u>172.0</u>	<u>176.0</u>	<u>174.0</u>	<u>176.0</u>	<u>209.5</u>	<u>210.5</u>	<u>202.0</u>	<u>206.0</u>

Source: City of Grandview Payroll Records

Note: Changed methodology for computing FTE's for Culture and Recreation beginning in FY 2012

**CITY OF GRANDVIEW, MISSOURI
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**

Table 23

FUNCTION	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Police										
UCR arrests	1,123	1,247	1,201	1,315	1,153	1,422	428	347	388	353
Parking violations	311	240	209	287	216	925	59	204	188	158
Traffic violations	7,956	10,029	11,738	10,424	7,799	8,711	9,982	12,242	14,678	12,043
Fire										
Number of fire calls answered	734	692	670	777	750	355	618	651	781	635
Number of ambulance calls answered	2,150	2,217	2,415	2,475	2,310	2,745	2,617	2,582	2,595	2,811
Inspections	302	487	150	150	255	241	746	107	189	400
Public Works										
Street resurfacing (miles)	4.7	3.0	2.6	5.8	5.0	2.8	2.4	2.4	5.0	4.7
Potholes repaired	4,036	6,415	4,568	1,168	300	828	2,017	88	1,150	664
Culture and Recreation										
Community center admissions	115,149	128,456	138,103	145,367	131,248	119,365	123,417	143,776	184,842	187,135
Community Development										
Construction permits issued	134	110	132	98	97	124	114	135	203	332
Value of construction	16,166,209	\$ 10,427,509	\$ 9,971,236	\$ 8,279,053	\$ 13,117,025	\$ 12,868,594	\$ 9,213,599	\$ 25,636,625	\$ 13,442,187	\$ 33,586,331
Wastewater Flow										
(millions of gallons)	862	762	960	1,267	1,414	1,207	1,054	1,269	966	1,111

Sources: Various government departments
Wastewater flow was provided by Little Blue Valley Sewer District

**CITY OF GRANDVIEW, MISSOURI
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS**

Table 24

FUNCTION	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	17	17	17	17	17	17	17	17	17	16
Fire Stations	3	3	3	3	3	3	3	3	3	3
Public Works										
Streets (miles)	110	110	113	113	113	113	113	113	113	113
Streetlights	1,255	1,255	1,287	1,281	1,283	1,283	1,283	1,374	1,284	1,377
Traffic signals	19	19	19	19	19	19	19	19	19	20
Culture and recreation										
Parks acreage	255	255	255	255	255	255	255	255	256	256
Parks	16	13	13	13	13	13	13	13	13	13
Swimming pools	2	3	2	2	3	3	3	3	2	2
Tennis courts	2	2	2	2	2	2	2	2	2	2
Community centers	1	1	1	1	1	1	1	1	1	1
Sewer										
Sanitary sewers (miles)	114	114	117	117	117	117	117	117	117	117

Sources: Various city departments

