

CITY OF NEW HAVEN, MISSOURI

FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2023

**CITY OF NEW HAVEN, MISSOURI
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INDEPENDENT AUDITOR'S REPORT

**Honorable Mayor and Board of Aldermen
of the City of New Haven, Missouri**

Report on the Audit of the Financial Statements

Opinions

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 New Haven, Missouri (the City), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

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

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements. The accompanying combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of 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 nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

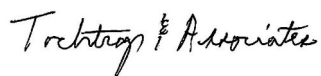
Other Information

Management is responsible for the other information included in the annual report. The other information comprises the individual nonmajor and capital project fund's budgetary comparison schedules but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements does not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Requirements by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 27, 2023, 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, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's 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.



Tochtrop & Associates, P.C.
December 27, 2023

**CITY OF NEW HAVEN, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023**

This section of the City of New Haven, Missouri's (the City) financial report presents an easily readable analysis of the City's financial statements based on currently known facts, decisions, and conditions. We encourage readers to consider the information presented here in conjunction with the City's financial statements which follow this section.

FINANCIAL HIGHLIGHTS

On a government-wide basis, the City's total assets and deferred outflows exceeded its liabilities and deferred inflows by \$16,447,188, an increase of \$1,809,956 in comparison with the prior year. Of this amount, \$2,589,161 is unrestricted and may be used to meet the City's ongoing obligations to citizens and creditors.

The City's governmental funds reported combined ending fund balances of \$2,479,045, an increase of \$128,574 in comparison with the prior year. Of this amount \$1,021,499 is unassigned and is available for spending at the City's discretion and is 77.47% of total General Fund expenditures.

The City's enterprise funds reported combined ending net position of \$3,827,125, an increase of \$153,277 in comparison with the prior year. Of this amount \$1,020,528 is unrestricted and is available for spending at the City's discretion.

OVERVIEW OF THE FINANCIAL STATEMENTS

This Management's Discussion and Analysis (MD&A) is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements include two kinds of statements that present different views of the City, which are government-wide and fund financial statements. This report also contains notes to financial statements as well as required supplemental information and other supplemental information.

Government-wide Financial Statements

The first set of financial statements are the government-wide statements which report information about the City as a whole using accounting methods similar to those used by private-sector companies. The two government-wide statements, Statement of Net Position and Statement of Activities, report the City's net position and how it has changed. In the government-wide statements, a distinction is made between governmental-type activities and business-type activities. Governmental-type activities are those normally associated with the operation of a government such as public works and public safety. Business-type activities are those activities of the government that are designed to be self-supporting such as the City's water, sewer, and natural gas services.

The Statement of Net Position presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. The Statement of Net Position also provides information on unrestricted and restricted net assets and net assets invested in capital assets, net of related debt.

**CITY OF NEW HAVEN, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023**

The Statement of Activities represents information showing how the City's net position changed during the most recent fiscal year. All of the current year's revenues and expenses are accounted for in the Statement of Activities regardless of timing of the related cash flows.

The governmental activities of the City include general government, public safety, public works, sanitation, parks and recreation, and judicial. The business-type activities of the City include water, sewer, and natural gas operations.

Fund Financial Statements

The second set of statements are fund financial statements which provide information about groupings of related accounts which are used to maintain control over resources for specific activities or objectives. The City uses fund accounting to demonstrate compliance with finance-related legal requirements. The fund financial statements provide more detailed information about the City's most significant funds - not the City as a whole. The funds of the City can be divided into two categories: governmental funds and proprietary funds. It should be noted that the City does not have any fiduciary funds.

Governmental Funds - Governmental funds tell how general government services were financed in the short-term as well as what financial resources remain available for future spending to finance City programs.

The City maintains several individual governmental funds according to their fund type (General, Special Revenue, Capital Projects, and Debt Service Funds). Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, Parks and Recreation Fund, Capital Improvements Sales Tax Fund, and Capital Improvements Project Reserve Fund, which are considered to be major funds. Individual fund data for each of the nonmajor governmental funds is provided in the form of combining statements.

The City adopts an annual appropriated budget for its governmental funds. Budgetary comparison schedules have been provided for all budgeted funds to demonstrate legal compliance with the respective adopted budget.

Proprietary Funds - Proprietary funds offer short-term and long-term financial information about services for which the City charges customers. The City maintains three proprietary funds, which are Enterprise Funds. Enterprise Funds are used to report information similar to business-type activities in the government-wide financial statements. The City uses Enterprise Funds to account for its water, sewer, and natural gas operations.

Notes to the Basic Financial Statements - The third component of the City's basic financial statements are notes to financial statements, which provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Required Supplemental Information - In addition to the basic financial statements and notes to financial statements, this report includes required supplemental information. The MD&A and the General Fund and major Special Revenue Fund's budgetary schedules represent financial information required by the Governmental Accounting Standards Board.

**CITY OF NEW HAVEN, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023**

Other Supplemental Information - The combining and individual fund statements, provide fund level detail for all nonmajor governmental funds. Budgetary information for the nonmajor governmental funds, Capital Improvement Sales Tax Fund, and Capital Improvements Project Reserve Fund are presented in this section.

GOVERNMENT-WIDE FINANCIAL ANALYSIS OF THE CITY

The City presents its financial statements pursuant to Governmental Accounting Standards Board Statement No. 34 (GASB 34), *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. Therefore a comparative analysis of government-wide data will be included in this report.

Statement of Net Position

Condensed Statement of Net Position:

	Governmental Activities	Business-Type Activities	Totals 2023	2022
ASSETS				
Current and other assets	\$ 2,750,775	1,861,713	4,612,488	4,282,255
Capital assets, net	<u>12,153,604</u>	<u>4,658,099</u>	<u>16,811,703</u>	<u>15,663,968</u>
Total Assets	<u>14,904,379</u>	<u>6,519,812</u>	<u>21,424,191</u>	<u>19,946,223</u>
DEFERRED OUTFLOWS				
Related to pension benefits	<u>70,918</u>	<u>37,862</u>	<u>108,780</u>	<u>110,376</u>
LIABILITIES				
Long-term liabilities	2,122,725	2,508,450	4,631,175	4,978,966
Other liabilities	<u>132,029</u>	<u>171,153</u>	<u>303,182</u>	<u>368,020</u>
Total Liabilities	<u>2,254,754</u>	<u>2,679,603</u>	<u>4,934,357</u>	<u>5,346,986</u>
DEFERRED INFLOWS				
Related to pension benefits	<u>100,480</u>	<u>50,946</u>	<u>151,426</u>	<u>72,381</u>
NET POSITION				
Invested in capital assets, net of related debt	10,438,608	2,599,500	13,038,108	11,587,011
Restricted	612,822	207,097	819,919	934,242
Unrestricted	<u>1,568,633</u>	<u>1,020,528</u>	<u>2,589,161</u>	<u>2,115,979</u>
Total Net Position	<u>\$12,620,063</u>	<u>3,827,125</u>	<u>16,447,188</u>	<u>14,637,232</u>

The largest portion of the City's net position, \$13,038,108 (79.27%), reflects its investment in capital assets (e.g., land, construction in progress, buildings and improvements, infrastructure, machinery and equipment, and vehicles); less any related debt used to acquire those assets that is 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

**CITY OF NEW HAVEN, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023**

to liquidate these liabilities. Included in the City's net position is \$819,919 (4.99%), which represents resources that are subject to external restrictions on how they may be used. External restrictions include those imposed by grantors, contributors, regulations of other governments, or restrictions imposed by law through constitutional provisions or legislation. The remaining balance of net position, \$2,589,161 (15.74%), is unrestricted and may be used to meet the City's ongoing obligations to citizens and creditors.

Statement of Activities

Condensed Statement of Activities:

	Governmental Activities	Business-Type Activities	2023	2022	Change
REVENUES					
Program revenues:					
Charges for services	\$ 357,705	2,384,488	2,742,193	2,678,293	2.39%
Grants and contributions:					
Operating	116,373	--	116,373	112,174	3.74
Capital	1,788,537	30,000	1,818,537	621,104	192.79
General revenues:					
Taxes	1,253,758	--	1,253,758	1,252,326	.11
Miscellaneous	31,601	23,197	54,798	19,638	179.04
Investment income	2,360	1,803	4,163	4,296	(3.10)
Gain (loss) on sale of capital assets	(5,778)	--	(5,778)	8,720	(166.26)
Total Revenues	<u>3,544,556</u>	<u>2,439,488</u>	<u>5,984,044</u>	<u>4,696,551</u>	27.41
EXPENSES					
Public works	549,724	--	549,724	739,339	(25.65)%
Public safety	542,335	--	542,335	729,461	(25.65)
General government	343,621	--	343,621	355,037	(3.22)
Parks and recreation	240,040	--	240,040	200,124	19.95
Sanitation	230,336	--	230,336	223,243	3.18
Judicial	27,392	--	27,392	94,771	(71.10)
Interest & fiscal charges	39,585	--	39,585	41,200	(3.92)
Natural gas	--	1,395,848	1,395,848	1,578,106	(11.55)
Sewer	--	500,956	500,956	630,465	(20.54)
Water	--	304,251	304,251	621,900	(51.08)
Total Expenses	<u>1,973,033</u>	<u>2,201,055</u>	<u>4,174,088</u>	<u>5,213,646</u>	(19.94)
TRANSFERS	<u>85,156</u>	<u>(85,156)</u>	<u>--</u>	<u>--</u>	--
CHANGE IN NET POSITION	1,656,679	153,277	1,809,956	(517,095)	450.02
NET POSITION, JULY 1	<u>10,963,384</u>	<u>3,673,848</u>	<u>14,637,232</u>	<u>15,154,327</u>	(3.41)
NET POSITION, JUNE 30	<u>\$12,620,063</u>	<u>3,827,125</u>	<u>16,447,188</u>	<u>14,637,232</u>	12.37

**CITY OF NEW HAVEN, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023**

FINANCIAL ANALYSIS OF CITY FUNDS

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

General Fund -- At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$1,021,499. Unassigned fund balance increased \$117,649 (13.02%) from the prior year. Total fund balance amounted to \$1,388,295. Of this amount, \$98,532 is restricted for the police department (donation for tactical supplies and Prop P sales tax), \$244,658 is committed for capital improvements, and \$23,606 is committed for debt service payments.

Parks and Recreation Fund -- At the end of the current fiscal year, total fund balance, which is restricted for parks and recreation operations and improvements, amounted to \$174,495. Restricted fund balance increased \$25,974 (17.49%).

Capital Improvements Sales Tax Fund -- At the end of the current fiscal year, total fund balance, which is restricted for capital improvements, amounted to \$99,917. Restricted fund balance decreased \$295,011 (74.70%).

Capital Improvements Project Reserve Fund -- At the end of the current fiscal year, total fund balance, which is committed for capital improvements, amounted to \$576,460. Restricted fund balance decreased \$78,855 (12.03%).

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

Water Fund -- At the end of the current fiscal year, the unrestricted net position of the Water Fund was \$44,083. Unrestricted net position increased \$113,021 (163.95%). Total net position amounted to \$630,833.

Sewer Fund -- At the end of the current fiscal year, the unrestricted net position of the Sewer Fund was \$330,458. Unrestricted net position increased \$45,126 (15.82%). Total net position amounted to \$2,032,518. Of this amount, \$207,097 is restricted for capital improvements.

Natural Gas Fund -- At the end of the current fiscal year, the unrestricted net position of the Natural Gas Fund was \$645,987. Unrestricted net position increased \$40,096 (6.62%). Total net position amounted to \$1,163,774.

**CITY OF NEW HAVEN, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023**

CAPITAL ASSETS

At June 30, 2023, the City had \$16,811,703 invested in capital assets, net of accumulated depreciation. Capital assets include land, construction in progress, buildings and improvements, infrastructure, machinery and equipment, and vehicles. Capital assets, net of accumulated depreciation increased \$1,147,735 from June 30, 2022. Depreciation expense amounted to \$793,570.

The City's capital asset additions are as follows:

Governmental Activities:

Downtown improvements project	\$1,695,411
Front Street project	86,324
2022 Ford Explorer	39,967
Middle School Shared Use Path project	31,602
Server	24,404
Air conditioner	9,160
Brush cutter	8,900
Pool Drive project	3,864
Post hole digger	<u>2,525</u>
	<u>1,902,157</u>

Business-Type Activities:

Trenchless reconstruction improvements	57,362
Post hole digger	<u>7,574</u>
	<u>64,936</u>

Total Additions	<u><u>\$1,967,093</u></u>
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The City's capital asset sale proceeds are as follows:

Governmental Activities:

200 Main Street	\$ 10,000
2016 Ford Explorer	5,581
2014 Chevrolet Impala	<u>4,429</u>

Total Proceeds	<u><u>\$ 20,010</u></u>
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Additional information on the City's capital assets can be found in Notes A and C to the basic financial statements.

LONG-TERM DEBT

At June 30, 2023, the City had \$3,796,983 in long-term debt. Long term debt decreased \$303,616 from June 30, 2022. During the fiscal year, the City retired \$102,500 in General Obligation Bonds, retired \$195,867 in Certificates of Participation and \$4,900 in notes payable. Compensated absences activity had a net increase of \$349.

Additional information on the City's long-term debt can be found in Notes A and E to the basic financial statements.

**CITY OF NEW HAVEN, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023**

BUDGET VARIANCES

General Fund - Revenues exceeded budgeted estimates by \$27,551 (1.71%) and budgeted expenditures exceeded actual amounts by \$333,195 (20.17%). Other financing sources (uses) exceeded budgeted estimates by \$40,000 (71.03%). The City amended the original budget which resulted in an increase in change in fund balance of \$119,946.

Parks and Recreation Fund - Budgeted revenues exceeded actual amounts by \$28,288 (7.56%) and budgeted expenditures exceeded actual amounts by \$53,601 (16.71%). The City amended the original budget which resulted in an increase in change in fund balance of \$6,275.

Capital Improvement Sales Tax Fund - Budgeted revenues exceeded actual amounts by \$53,266 (3.83%) and budgeted expenditures exceeded actual amounts by \$39,684 (2.13%). Budgeted other financing sources equaled actual amounts. The City amended the original budget which resulted in a decrease in change in fund balance of \$85,762.

Capital Improvement Project Reserve Fund - Revenues exceeded budgeted estimates by \$524 (100.00%) and budgeted expenditures exceeded actual amounts by \$3,340 (14.46%). Other financing sources (uses) exceeded budgeted amounts by \$4,000 (7.19%). The City amended the original budget which resulted in a decrease in change in fund balance of \$60,619.

Transportation Sales Tax Fund - Revenues exceeded budgeted estimates by \$11,064 (8.19%) and budgeted expenditures exceeded actual amounts by \$48,971 (48.87%). Other financing sources (uses) equaled budgeted amounts. The City did not amend the original budget.

Motor Fuel Fund - Revenues exceeded budgeted estimates by \$22,775 (39.23%) and budgeted expenditures exceeded actual amounts by \$17,308 (44.38%). Other financing sources (uses) equaled budgeted amounts. The City did not amend the original budget.

**CITY OF NEW HAVEN, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

- Economic outlook is unpredictable. The City will continue to concentrate on sustaining its resources and core services. The City's financial position is strong. The General Fund will begin the fiscal year with approximately \$1.3 million in unassigned and committed fund balance reserves. Cash and cash equivalents is approximately \$3.7 million City wide with approximately \$2.5 million in unrestricted net position at the beginning of the fiscal year.
- Fiscal year 2024 budget as adopted by the Board of Aldermen in June 2023:
 - o Citywide budget for revenues is projected to be approximately \$4.9 million.
 - o Citywide budget for operating expenses and capital outlays totals \$5.9 million.
 - o Water, wastewater and natural gas systems user rates are reviewed annually. The budget includes an increase in water rates of 10%, increase in wastewater user rates of 10%, and natural gas rates of 3%.
 - o Citywide salaries and wages are expected to increase 5%. Related health insurance premiums are also expected to increase 5%.
 - o Debt:
 - Debt obligations are approximately \$4.1 million
 - Debt service payments are budgeted at \$428,019
 - o Major budgeted expenditures/expenses include the following:
 - New Haven Middle School Shared Use Path (federally aided transportation project).
 - Park Drive relocation.
 - Highway 100 pedestrian bridge ADA ramp.
 - Water and wastewater system engineering studies.
 - Building improvements to City Hall and the Police Department.
 - Lagoon sludge removal.
 - Lift Station No. 7 replacement.
 - Portable generator.
 - Dump truck.
 - Police car.
 - Cure in Place Pipelining and manhole lining.

FINANCIAL CONTACT

This financial report is designed to provide a general overview of the City's finances for those with an interest. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City Clerk, 101 Front Street, P.O. Box 236, New Haven, MO 63068.

CITY OF NEW HAVEN, MISSOURI
STATEMENT OF NET POSITION
JUNE 30, 2023

	Primary Government		
	Governmental	Business-Type	
	Activities	Activities	Total
ASSETS			
Cash and cash equivalents	\$ 2,313,622	1,412,403	3,726,025
Receivables:			
Accounts, net	30,081	205,674	235,755
Taxes	213,198	-	213,198
Grants	34,012	-	34,012
Court fines	16,893	-	16,893
Special assessments	14,084	-	14,084
Other	846	4,047	4,893
Inventory	-	5,990	5,990
Prepaid expenses	91,901	26,502	118,403
Restricted assets:			
Cash and cash equivalents	36,138	207,097	243,235
Capital assets:			
Land and construction in progress	352,960	24,816	377,776
Other, net of accumulated depreciation	<u>11,800,644</u>	<u>4,633,283</u>	<u>16,433,927</u>
TOTAL ASSETS	<u>\$ 14,904,379</u>	<u>6,519,812</u>	<u>21,424,191</u>
DEFERRED OUTFLOWS OF RESOURCES			
Related to pension benefits	<u>\$ 70,918</u>	<u>37,862</u>	<u>108,780</u>
LIABILITIES			
Accounts payable	\$ 75,793	129,726	205,519
Payroll liabilities	8,487	4,112	12,599
Pension payable	9,833	5,781	15,614
Accrued interest payable	12,275	14,318	26,593
Deposits:			
Insurance claim	17,985	-	17,985
Court bonds	2,310	-	2,310
Utility	5,346	17,216	22,562
Noncurrent liabilities:			
Due within one year	138,597	174,565	313,162
Due in more than one year	1,581,334	1,902,487	3,483,821
Net pension liability:			
Due in more than one year	<u>402,794</u>	<u>431,398</u>	<u>834,192</u>
TOTAL LIABILITIES	<u>\$ 2,254,754</u>	<u>2,679,603</u>	<u>4,934,357</u>
DEFERRED INFLOWS OF RESOURCES			
Related to pension benefits	<u>\$ 100,480</u>	<u>50,946</u>	<u>151,426</u>
NET POSITION			
Net investment in capital assets	\$ 10,438,608	2,599,500	13,038,108
Restricted for:			
Capital improvements	99,918	207,097	307,015
Parks and recreation	174,495	-	174,495
Transportation projects	151,485	-	151,485
Police department	98,532	-	98,532
Street maintenance	88,392	-	88,392
Unrestricted	<u>1,568,633</u>	<u>1,020,528</u>	<u>2,589,161</u>
TOTAL NET POSITION	<u>\$ 12,620,063</u>	<u>3,827,125</u>	<u>16,447,188</u>

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

CITY OF NEW HAVEN, MISSOURI
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

Functions/Programs	Expenses	Program Revenues			Net Revenues (Expenses) and Change in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	Total
Governmental Activities							
Public works	\$ 549,724	1,380	35,877	382,796	(129,671)	-	(129,671)
Public safety	542,335	-	2,340	-	(539,995)	-	(539,995)
General government	343,621	51,281	2,250	1,405,741	1,115,651	-	1,115,651
Parks and recreation	240,040	43,383	75,906	-	(120,751)	-	(120,751)
Sanitation	230,336	231,547	-	-	1,211	-	1,211
Judicial	27,392	30,114	-	-	2,722	-	2,722
Interest and fiscal charges	39,585	-	-	-	(39,585)	-	(39,585)
Total Governmental Activities	<u>1,973,033</u>	<u>357,705</u>	<u>116,373</u>	<u>1,788,537</u>	<u>289,582</u>	<u>-</u>	<u>289,582</u>
Business-type Activities							
Natural gas	1,395,848	1,483,911	-	10,000	-	98,063	98,063
Sewer	500,956	550,677	-	10,000	-	59,721	59,721
Water	304,251	349,900	-	10,000	-	55,649	55,649
Total Business-type Activities	<u>2,201,055</u>	<u>2,384,488</u>	<u>-</u>	<u>30,000</u>	<u>-</u>	<u>213,433</u>	<u>213,433</u>
Total Primary Government	<u>\$ 4,174,088</u>	<u>2,742,193</u>	<u>116,373</u>	<u>1,818,537</u>	<u>289,582</u>	<u>213,433</u>	<u>503,015</u>
General Revenues:							
Taxes:							
Sales and local use taxes					\$ 436,844	-	436,844
Property taxes levied for general purposes					360,642	-	360,642
Property taxes levied for parks and recreation					232,006	-	232,006
Utility gross receipts tax					220,698	-	220,698
Miscellaneous taxes					3,568	-	3,568
Miscellaneous					31,601	23,197	54,798
Investment income					2,360	1,803	4,163
Gain on sale/retirement of capital assets					(5,778)	-	(5,778)
Transfers					<u>85,156</u>	<u>(85,156)</u>	<u>-</u>
Total General Revenues and Transfers					<u>1,367,097</u>	<u>(60,156)</u>	<u>1,306,941</u>
Change in Net Position					1,656,679	153,277	1,809,956
Net Position, July 1					<u>10,963,384</u>	<u>3,673,848</u>	<u>14,637,232</u>
Net Position, June 30					<u>\$ 12,620,063</u>	<u>3,827,125</u>	<u>16,447,188</u>

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

CITY OF NEW HAVEN, MISSOURI
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023

	<u>General</u>	<u>Parks and Recreation</u>	<u>Capital Improvement Sales Tax</u>	<u>Capital Improvement Project Reserve</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
ASSETS						
Cash and cash equivalents	\$ 1,297,818	304,003	62,486	443,460	205,855	2,313,622
Receivable:						
Taxes	130,399	23,951	22,102	-	36,746	213,198
Grants	-	-	34,012	-	-	34,012
Accounts, net	30,081	-	-	-	-	30,081
Court	16,893	-	-	-	-	16,893
Special assessments	14,084	-	-	-	-	14,084
Other	846	-	-	-	-	846
Due from Park Fund	-	-	-	133,000	-	133,000
Restricted assets:						
Cash and cash equivalents	36,138	-	-	-	-	36,138
TOTAL ASSETS	<u>\$ 1,526,259</u>	<u>327,954</u>	<u>118,600</u>	<u>576,460</u>	<u>242,601</u>	<u>2,791,874</u>
LIABILITIES						
Accounts payable	\$ 48,890	6,472	18,682	-	1,749	75,793
Payroll liabilities	4,909	3,077	-	-	501	8,487
Pension payable	9,297	62	-	-	474	9,833
Due to Capital Improvement Project Reserve Fund	-	133,000	-	-	-	133,000
Deposits:						
Insurance claim	17,985	-	-	-	-	17,985
Utility	5,346	-	-	-	-	5,346
Court bonds	2,310	-	-	-	-	2,310
TOTAL LIABILITIES	<u>88,737</u>	<u>142,611</u>	<u>18,682</u>	<u>-</u>	<u>2,724</u>	<u>252,754</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenues:						
Delinquent property taxes	18,529	10,848	-	-	-	29,377
Court fines	16,614	-	-	-	-	16,614
Special assessments	14,084	-	-	-	-	14,084
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>49,227</u>	<u>10,848</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>60,075</u>
FUND BALANCES						
Restricted for:						
Parks and recreation	-	174,495	-	-	-	174,495
Transportation projects	-	-	-	-	151,485	151,485
Capital improvements	-	-	99,918	-	-	99,918
Police department	98,532	-	-	-	-	98,532
Street maintenance	-	-	-	-	88,392	88,392
Committed for:						
Capital improvements	244,658	-	-	576,460	-	821,118
Debt service	23,606	-	-	-	-	23,606
Unassigned	1,021,499	-	-	-	-	1,021,499
TOTAL FUND BALANCES	<u>1,388,295</u>	<u>174,495</u>	<u>99,918</u>	<u>576,460</u>	<u>239,877</u>	<u>2,479,045</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 1,526,259</u>	<u>327,954</u>	<u>118,600</u>	<u>576,460</u>	<u>242,601</u>	<u>2,791,874</u>

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

CITY OF NEW HAVEN, MISSOURI
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2023

Total Fund Balances - Governmental Funds		\$ 2,479,045
Amounts reported for governmental activities in the statement of net position are different because:		
Prepaid assets used in governmental activities are not financial resources if they expire after 30 days and, therefore, are not reported in the governmental funds.		
		91,901
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds financial statements:		
Cost of capital assets	\$ 16,112,774	
Less: accumulated depreciation	<u>(3,959,170)</u>	12,153,604
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the governmental funds:		
Delinquent property taxes	29,377	
Court fines	16,614	
Special assessments	<u>14,084</u>	60,075
Certain amounts related to the net pension liability are deferred and amortized over time. They are not reported in the governmental funds, but are included in the government-wide statements.		
Deferred outflows	70,918	
Deferred inflows	<u>(100,480)</u>	(29,562)
Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and, therefore, are not reported as liabilities within the governmental funds financial statements. All liabilities, both current and long-term, are reported on the government-wide statement of net position. Bond issuance costs are reported in the governmental funds financial statements when debt is issued, whereas this amount is deferred and amortized over the life of the debt as an adjustment to interest expense on the government-wide financial statements. Balances at year-end consist of:		
General obligation bonds	(1,468,300)	
Certificates of participation	(234,421)	
Net pension liability	(402,794)	
Accrued interest payable	(12,275)	
Accrued compensated absences	<u>(17,210)</u>	<u>(2,135,000)</u>
Net Position of Governmental Activities		<u>\$ 12,620,063</u>

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

CITY OF NEW HAVEN, MISSOURI
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>General</u>	<u>Parks and Recreation</u>	<u>Capital Improvement Sales Tax</u>	<u>Capital Improvement Project Reserve</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
REVENUES						
Taxes	\$ 1,050,104	299,587	146,013	-	226,783	1,722,487
Grants	226,851	2,885	1,190,570	-	-	1,420,306
Charges for services	231,547	43,383	-	-	-	274,930
Licenses, fees, & permits	29,208	-	-	-	-	29,208
Rent	22,073	-	-	-	-	22,073
Fines and court costs	17,029	-	-	-	-	17,029
Donations	2,910	15	-	-	-	2,925
Investment income	1,233	222	225	524	156	2,360
Miscellaneous	450	-	-	-	-	450
Special assessments	300	-	-	-	-	300
TOTAL REVENUES	<u>1,581,705</u>	<u>346,092</u>	<u>1,336,808</u>	<u>524</u>	<u>226,939</u>	<u>3,492,068</u>
EXPENDITURES						
Current:						
Police department	501,803	-	-	-	-	501,803
Administration	299,931	-	-	-	-	299,931
Trash service	230,336	-	-	-	-	230,336
Public works	121,171	-	4,236	19,760	72,921	218,088
Parks and recreation	-	133,712	-	-	-	133,712
Municipal court	46,783	-	-	-	-	46,783
Emergency management agency	243	-	-	-	-	243
Capital outlay	84,956	-	1,817,202	-	-	1,902,158
Debt service:						
Principal retirement	24,578	102,500	-	-	-	127,078
Interest & fiscal charge	8,774	30,906	-	-	-	39,680
TOTAL EXPENDITURES	<u>1,318,575</u>	<u>267,118</u>	<u>1,821,438</u>	<u>19,760</u>	<u>72,921</u>	<u>3,499,812</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>263,130</u>	<u>78,974</u>	<u>(484,630)</u>	<u>(19,236)</u>	<u>154,018</u>	<u>(7,744)</u>
OTHER FINANCING SOURCES (USES)						
Sale of surplus property	41,162	-	-	10,000	-	51,162
Transfers in	130,156	-	189,619	-	8,000	327,775
Transfers out	(75,000)	(53,000)	-	(69,619)	(45,000)	(242,619)
Total Other Financing Sources (Uses)	<u>96,318</u>	<u>(53,000)</u>	<u>189,619</u>	<u>(59,619)</u>	<u>(37,000)</u>	<u>136,318</u>
CHANGE IN FUND BALANCES	359,448	25,974	(295,011)	(78,855)	117,018	128,574
FUND BALANCES, JULY 1	<u>1,028,847</u>	<u>148,521</u>	<u>394,929</u>	<u>655,315</u>	<u>122,859</u>	<u>2,350,471</u>
FUND BALANCES, JUNE 30	<u>\$ 1,388,295</u>	<u>174,495</u>	<u>99,918</u>	<u>576,460</u>	<u>239,877</u>	<u>2,479,045</u>

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

**CITY OF NEW HAVEN, MISSOURI
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGE IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023**

Net Change in Fund Balances - Governmental Funds \$ 128,574

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

The governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets meeting the capitalization threshold is allocated over their estimated useful lives and recorded as depreciation expense. This is the amount by which capital outlays over the capitalization threshold (\$1,902,157) exceeded depreciation (\$507,064) in the current period. 1,395,093

The net effect of various transactions involving capital assets (i.e. sales, trade-ins, donations, and allocations). (25,788)

Revenues in the statement of activities that do not provide current financial resources is not reported as revenues in the governmental funds financial statements. 27,115

The issuance of long-term debt (e.g., bonds, notes payable) provides current financial resources to governmental funds financial statements and thus contribute to the net change in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds financial statements but reduces the liability in the statement of net position. The amounts below are the affects of these differences:

Repayments:	
General Obligation Bonds	102,500
Certificates of Participation	24,577

Under the modified cash basis of accounting used in the governmental funds financial statements, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis of accounting, expenses and liabilities are reported regardless of when financial resources are available. The amounts below are the affects of these differences:

Pension expense	(5,507)
Prepaid expenses	9,245
Accrued interest on debt	95
Accrued compensated absences	774
	774

Change in Net Position of Governmental Activities \$ 1,656,678

CITY OF NEW HAVEN, MISSOURI
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2023

	Business-type Activities - Enterprise Funds			
	<u>Water</u>	<u>Sewer</u>	<u>Natural Gas</u>	<u>Total</u>
ASSETS				
Current Assets				
Cash and cash equivalents	\$ 164,890	483,792	763,721	1,412,403
Receivable:				
Accounts, net	45,660	68,212	91,802	205,674
Other	2,099	-	1,948	4,047
Inventory	-	-	5,990	5,990
Prepaid expenses	<u>8,834</u>	<u>8,834</u>	<u>8,834</u>	<u>26,502</u>
Total Current Assets	<u>221,483</u>	<u>560,838</u>	<u>872,295</u>	<u>1,654,616</u>
Noncurrent Assets				
Restricted assets:				
Cash and cash equivalents	-	207,097	-	207,097
Capital assets:				
Land and construction in progress	-	24,816	-	24,816
Other, net of accumulated depreciation	<u>845,074</u>	<u>3,129,966</u>	<u>658,243</u>	<u>4,633,283</u>
Total Noncurrent Assets	<u>845,074</u>	<u>3,361,879</u>	<u>658,243</u>	<u>4,865,196</u>
TOTAL ASSETS	<u>\$ 1,066,557</u>	<u>3,922,717</u>	<u>1,530,538</u>	<u>6,519,812</u>
DEFERRED OUTFLOWS OF RESOURCES				
Related to pension benefits	<u>\$ 12,162</u>	<u>12,152</u>	<u>13,548</u>	<u>37,862</u>
LIABILITIES				
Current Liabilities				
Accounts payable	\$ 12,425	67,537	49,764	129,726
Payroll liabilities	1,253	1,447	1,412	4,112
Pension payable	1,872	1,872	2,037	5,781
Interest payable	1,803	10,712	1,803	14,318
Utility deposits	11,126	-	6,090	17,216
Compensated absences	6,151	6,151	6,151	18,453
Current maturities:				
Certificates of Participation	<u>19,214</u>	<u>129,160</u>	<u>7,738</u>	<u>156,112</u>
Total Current Liabilities	<u>53,844</u>	<u>216,879</u>	<u>74,995</u>	<u>345,718</u>
Noncurrent Liabilities				
Certificates of Participation	239,110	1,488,559	132,718	1,860,387
Note payable	-	42,100	-	42,100
Net pension liability	<u>138,568</u>	<u>138,461</u>	<u>154,369</u>	<u>431,398</u>
Total Noncurrent Liabilities	<u>377,678</u>	<u>1,669,120</u>	<u>287,087</u>	<u>2,333,885</u>
TOTAL LIABILITIES	<u>\$ 431,522</u>	<u>1,885,999</u>	<u>362,082</u>	<u>2,679,603</u>

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

CITY OF NEW HAVEN, MISSOURI
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2023
(CONTINUED)

	Business-type Activities - Enterprise Funds			
	Water	Sewer	Natural Gas	Total
DEFERRED INFLOWS OF RESOURCES				
Related to pension benefits	\$ 16,364	16,352	18,230	50,946
NET POSITION				
Net investment in capital assets	\$ 586,750	1,494,963	517,787	2,599,500
Restricted for:				
Capital improvements	-	207,097	-	207,097
Unrestricted	44,083	330,458	645,987	1,020,528
TOTAL NET POSITION	<u>\$ 630,833</u>	<u>2,032,518</u>	<u>1,163,774</u>	<u>3,827,125</u>

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

CITY OF NEW HAVEN, MISSOURI
STATEMENT OF REVENUES, EXPENSES AND CHANGE IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	Business-type Activities - Enterprise Funds			
	<u>Water</u>	<u>Sewer</u>	<u>Natural Gas</u>	<u>Total</u>
OPERATING REVENUES				
Charges for services	\$ 349,900	550,677	1,483,911	2,384,488
OPERATING EXPENSES				
Personnel services	151,136	155,537	167,573	474,246
Operating expenses	56,977	77,190	58,444	192,611
Contracted services	17,048	30,404	1,110,712	1,158,164
Depreciation	68,763	170,239	47,504	286,506
Other charges	847	610	6,087	7,544
TOTAL OPERATING EXPENSES	<u>294,771</u>	<u>433,980</u>	<u>1,390,320</u>	<u>2,119,071</u>
OPERATING INCOME	<u>55,129</u>	<u>116,697</u>	<u>93,591</u>	<u>265,417</u>
NONOPERATING REVENUES (EXPENSES)				
Grants	10,000	10,000	10,000	30,000
Miscellaneous income	7,886	2,412	12,899	23,197
Investment income	182	861	760	1,803
Interest and fiscal charges	(9,480)	(66,976)	(5,528)	(81,984)
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>8,588</u>	<u>(53,703)</u>	<u>18,131</u>	<u>(26,984)</u>
INCOME BEFORE TRANSFERS	63,717	62,994	111,722	238,433
TRANSFERS IN	12,000	12,000	12,000	36,000
TRANSFERS OUT	<u>-</u>	<u>-</u>	<u>(121,156)</u>	<u>(121,156)</u>
CHANGE IN NET POSITION	75,717	74,994	2,566	153,277
NET POSITION, JULY 1	<u>555,116</u>	<u>1,957,524</u>	<u>1,161,208</u>	<u>3,673,848</u>
NET POSITION, JUNE 30	<u>\$ 630,833</u>	<u>2,032,518</u>	<u>1,163,774</u>	<u>3,827,125</u>

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

CITY OF NEW HAVEN, MISSOURI
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	Business-type Activities - Enterprise Funds			
	<u>Water</u>	<u>Sewer</u>	<u>Natural Gas</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 342,384	543,534	1,508,515	2,394,433
Payments to suppliers	(82,590)	(55,783)	(1,240,737)	(1,379,110)
Payments to employees	<u>(145,387)</u>	<u>(145,709)</u>	<u>(157,155)</u>	<u>(448,251)</u>
Net cash provided by operating activities	<u>114,407</u>	<u>342,042</u>	<u>110,623</u>	<u>567,072</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers in	12,000	12,000	12,000	36,000
Transfers out	-	-	(121,156)	(121,156)
Grants	10,000	10,000	10,000	30,000
Miscellaneous income	<u>7,886</u>	<u>2,412</u>	<u>12,899</u>	<u>23,197</u>
Net cash provided by (used in) noncapital financing activities	<u>29,886</u>	<u>24,412</u>	<u>(86,257)</u>	<u>(31,959)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Capital assets:				
Purchased	(2,525)	(59,886)	(2,525)	(64,936)
Certificates of Participation:				
Principal paid	(28,934)	(134,907)	(7,449)	(171,290)
Note payable:				
Principal paid	-	(4,900)	-	(4,900)
Interest and fiscal charges	<u>(9,575)</u>	<u>(67,734)</u>	<u>(5,623)</u>	<u>(82,932)</u>
Net cash used in capital and related financing activities	<u>(41,034)</u>	<u>(267,427)</u>	<u>(15,597)</u>	<u>(324,058)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Decrease in restricted assets	-	(414)	-	(414)
Investment income	<u>182</u>	<u>861</u>	<u>760</u>	<u>1,803</u>
Net cash provided by investing activities	<u>182</u>	<u>447</u>	<u>760</u>	<u>1,389</u>
CHANGE IN CASH AND CASH EQUIVALENTS	103,441	99,474	9,529	212,444
CASH AND CASH EQUIVALENTS, JULY 1	<u>61,449</u>	<u>384,318</u>	<u>754,192</u>	<u>1,199,959</u>
CASH AND CASH EQUIVALENTS, JUNE 30	<u>\$ 164,890</u>	<u>483,792</u>	<u>763,721</u>	<u>1,412,403</u>

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

CITY OF NEW HAVEN, MISSOURI
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)

	Business-type Activities - Enterprise Funds			
	<u>Water</u>	<u>Sewer</u>	<u>Natural Gas</u>	<u>Total</u>
Reconciliation of operating income to net cash provided by operating activities:				
Operating income	\$ 55,129	116,697	93,591	265,417
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	68,763	170,239	47,504	286,506
(Increase) decrease in:				
Receivable:				
Accounts, net	(6,002)	(7,143)	25,923	12,778
Other	(980)	-	(1,024)	(2,004)
Prepaid expenses	599	599	1,009	2,207
Deferred pension outflows	(1,369)	(1,672)	(1,867)	(4,908)
Increase (decrease) in:				
Accounts payable	(8,317)	51,822	(66,503)	(22,998)
Payroll liabilities	(2,031)	(1,835)	(2,390)	(6,256)
Pension payable	244	315	308	867
Utility deposits	(534)	-	(295)	(829)
Compensated absences	196	196	33	425
Net pension liability	1,133	5,006	5,616	11,755
Deferred pension inflows	7,576	7,818	8,718	24,112
Total Adjustments	59,278	225,345	17,032	301,655
Net cash provided by operating activities	<u>\$ 114,407</u>	<u>342,042</u>	<u>110,623</u>	<u>567,072</u>

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

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied by the City of New Haven, Missouri (the City) in the preparation of the accompanying basic financial statements are summarized below:

1. Reporting Entity

The City of New Haven, Missouri (the City) was incorporated in 1856 and established a mayor/board of aldermen/city administrator form of government. The City's operations include public works, public safety, general administrative services, parks and recreation services, solid waste collection, and judicial services. Enterprise operations owned by the City include water, sewer treatment, and natural gas.

Generally accepted accounting principles require the basic financial statements present the City (primary government) and its component units. The City is the primary government unit. Component units are those entities which are financially accountable to the primary government, either because the City appoints a voting majority of the component unit's governing body or because the component unit will provide a financial benefit or impose a financial burden on the City. Based on these criteria, the City has determined that its financial reporting entity consists of the City and no other reporting units.

2. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the nonfiduciary activities of the City. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges for services to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Following the government-wide financial statements are separate financial statements for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. All other governmental funds are reported in one column labeled "Nonmajor Governmental Funds". The total fund balances for all governmental funds is reconciled to total net position for governmental activities as shown on the statement of net position.

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Government-wide and Fund Financial Statements (Continued)

The net change in fund balances for all governmental funds is reconciled to the total change in net position as shown on the statement of activities in the government-wide financial statements.

3. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide statements and fund financial statements for proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon thereafter to pay the liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due (i.e., matured).

Property taxes, franchise taxes, licenses, fines, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is susceptible to accrual as revenue of the current period. All other revenue items are measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

General Fund - The General Fund 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.

Parks and Recreation Fund - The Parks and Recreation Fund, a Special Revenue Fund, is used to account for revenue received from property taxes, sales tax, and charges for services. All parks and recreation activity are tracked in this fund.

Capital Improvement Sales Tax Fund - The Capital Improvement Sales Tax Fund, a Capital Projects Fund, is used to account for financial resources that are specifically earmarked for capital improvements.

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

The City reports the following major funds (continued):

Capital Improvement Project Reserve Fund - The Capital Improvement Project Reserve Fund, a Capital Projects Fund, is used to account for financial resources that are specifically earmarked for improvements to and/or construction of City buildings and facilities, and for major street reconstruction or improvement projects.

The other governmental funds of the City are considered nonmajor. The City reports the following nonmajor funds:

Transportation Sales Tax Fund - The Transportation Sales Tax Fund, a Special Revenue Fund, is used to account for revenues received from sales tax that are specifically earmarked for transportation projects.

Motor Fuel Fund - The Motor Fuel Fund, a Special Revenue Fund, is used to account for revenue received from gasoline sales tax that is specifically earmarked for the construction, reconstruction, maintenance, repair, policing, signing, lighting, and cleaning of roads and streets.

The City reports the following major proprietary funds:

Water Fund - The Water Fund accounts for the billing and collection of charges for water service for the City's residents. Revenues are used to pay for both operating expenses and capital expenditures to maintain these services.

Sewer Fund - The Sewer Fund is used to account for the billing and collection of charges for the provision of sanitary sewer services to the residents of the City. Revenues are used to pay for both operating expenses and capital expenditures to maintain these services.

Natural Gas Fund - The Natural Gas Fund is used to account for the billing and collection of charges for natural gas service for the City's residents. All activities necessary to provide such services are accounted for in this fund.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's Enterprise Funds and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Amounts reported as program revenues include 1) charges to customers or applications for goods, services, or privileges provided; 2) operating grants and contributions; and 3) capital grants and contributions, including special assessments, identifiable with a function. Taxes, investment income, and other miscellaneous revenue not properly included among program revenues are reported instead as general revenues.

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

4. Cash and Cash Equivalents

State statutes authorize the City to invest in obligations of the U.S. Treasury, federal agencies, commercial paper, corporate bonds, and repurchase agreements.

Cash and cash equivalents include cash on hand, demand deposits, and money market funds. For purposes of the statement of cash flows, the Enterprise Funds consider all highly liquid instruments with a maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents are stated at cost, which approximates fair value.

5. Receivables and Payables

Property taxes are billed and collected by Franklin County, Missouri and attach as an enforceable lien on property as of January 1. Taxes are levied on September 1 and payable by December 31. Taxes paid after December 31 are subject to penalties. Property tax receivables include unpaid property taxes at year-end along with penalties and interest assessed on these unpaid taxes. No significant uncollectible receivables have been estimated, therefore, no allowance for doubtful accounts has been recorded.

Special assessment revenues and receivables are recognized at the time property owners are assessed for the property improvement. Special assessment receivables include unpaid assessments along with interest on unpaid balances and are offset by deferred revenue for those property owners who have extended payment plans. The City's portion of such improvements is expended as incurred.

No significant uncollectible receivables have been estimated in the government-wide funds, therefore, no allowance for doubtful accounts has been recorded.

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

6. Inventory and Prepaid Items

Inventory is recorded at cost on the first-in, first-out basis. In the governmental fund types, the purchase method for inventory is used. This means that inventory is recorded as an expenditure when acquired regardless of when it is used. In the proprietary fund types, the consumption method is used. This means that acquisition of materials and supplies is recorded initially in inventory accounts and charged as an expense when used.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements for proprietary funds on the consumption method. Prepaid items are recorded as expenditures when consumed rather than purchased.

7. Capital Assets

Capital assets, which include land, construction in progress, buildings and improvements, infrastructure (e.g., streets, sidewalks, roads, bridges, and similar items), machinery and equipment, and vehicles are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for proprietary funds, net of accumulated depreciation. Capital assets are defined by the City as assets with an estimated useful life in excess of two years with an initial, individual cost of \$5,000 or more. Infrastructure assets are defined as assets with a cost of at least \$25,000. The City has elected not to retroactively report infrastructure constructed prior to July 1, 2003.

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at acquisition value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Depreciation, including depreciation recognized on assets acquired through government grants and other aid, is computed on the straight-line method over estimated useful lives ranging from five to thirty years.

8. Restricted Assets - Cash and Cash Equivalents

Restricted cash in the General Fund represents unspent proceeds from a donation restricted for police tactical supplies.

Restricted cash in the Sewer Fund represents unspent proceeds from Certificates of Participation issued in 2019 as an operating reserve for repair and maintenance and project construction payments.

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

9. Compensated Absences

Upon termination, vacation will only be paid to the employee and is generally required to be used within one year. Compensated absences are recorded in the government-wide financial statements and fund financial statements for proprietary funds. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

10. Pension

For purposes of measuring the net pension liability, pension related deferred outflows and inflows of resources, 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. LAGERS' investments are reported at fair value.

Information regarding the City's total pension liability is obtained from LAGERS through a report prepared for the City by LAGERS' consulting actuary, GRS Retirement Consulting, in compliance with GASB Statement No. 68, *Accounting and Financial Reporting for Pension*.

11. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental-activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of applicable bond premium or discount. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

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

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

12. Deferred Outflows/Inflows of Resources and Unearned Revenue

Deferred Outflows

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has one item that qualifies for reporting in this category in the government-wide statement of net position. A deferred outflow related to the pension.

Deferred Inflows

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element 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 then. The City has one item that qualifies for reporting in this category in the government-wide statement of net position. A deferred inflow related to the pension.

Unavailable Revenue

In addition to assets, the balance sheet reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until then. The item, unavailable revenues, arises only under a modified accrual basis of accounting. The City has three items that qualify for reporting in this category: special assessments, delinquent property taxes, and court fines.

13. Fund Balance Policies

The fund balance amounts are reported in the following applicable categories listed from the most restrictive to the least restrictive:

Nonspendable - The portion of fund balance that is not in a spendable form or is required to be maintained intact.

Restricted - The portion of fund balance that is subject to external restrictions and constrained to specific purposes by agreement, through constitutional provisions, or by enabling legislation.

Committed - The portion of fund balance with constraints or limitations by formal action (resolution or ordinance) of the Board of Aldermen, the highest level of decision-making authority.

Assigned - The portion of fund balance that the City intends to use for a specific purpose as determined by the City Administrator based on Board of Aldermen direction. Intent can be expressed by the Board of Aldermen in the form of a motion.

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

13. Fund Balance Policies (Continued)

Unassigned - Amounts that are available for any purpose; these positive amounts are reported only in the General Fund.

When both restricted and unrestricted resources are available, the City will spend the restricted amounts and then the least restricted - committed, assigned, and then unassigned.

The City's fund balance policy was enacted in an effort to ensure financial security through the maintenance of a healthy reserve fund that guides the creation, maintenance, and use of resources for financial stabilization purposes. The City's primary objective is to maintain a prudent level of financial resources to protect against reducing service levels or raising taxes and fees due to temporary revenue shortfalls or unpredicted one-time expenditures. The City also seeks to maintain the highest possible credit ratings which are dependent, in part, on the City's maintenance of a healthy fund balance. The unrestricted fund balance of the General Fund has been accumulating to meet this purpose to provide stability and flexibility in order to respond to unexpected adversity and/or opportunities. The target is to maintain an unrestricted fund balance of not less than 20% of annual operating expenditures in order to provide adequate funding to cover approximately 2 months of operating expenditures, provide the liquidity necessary to accommodate the City's uneven cash flow, which is inherent in its periodic tax collection schedule, and provide the liquidity to respond to contingent liabilities.

14. Property Taxes

Property taxes are collected by Franklin County, Missouri and attach as an enforceable lien on property as of January 1. Taxes are levied on September 1 and are due and payable by December 31. Taxes paid after December 31 are subject to penalties.

The assessed value at January 1, 2022 upon which the 2022 levy was based for real estate, personal property, and railroads and utilities was \$47,396,410. The City's tax rate was levied at \$0.7078 per \$100 of assessed valuation for general municipal purposes, \$0.1737 per \$100 of assessed valuation for City parks and recreation maintenance and improvement purposes, and \$0.2824 per \$100 of assessed valuation for parks and recreation aquatic facility purposes.

Property tax revenue is recognized to the extent it is collected within 60 days after year-end in the fund financial statements. Property taxes not collected within 60 days of year-end are deferred in fund financial statements but are recognized as revenue in government-wide financial statements.

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

15. Grant Revenue

Resources received by the City from other governments are accounted for within applicable funds based on the purpose and requirements of each grant. Revenues are recognized on an accounting basis consistent with the fund's measurement objective. Revenues related to expenditure-driven grants are recognized to the extent expenditures are incurred. Any excess or deficiency of grant revenues received compared to expenditures incurred is recorded as deferred revenue or amounts receivable from the grantor.

16. 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 disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

NOTE B - CASH AND CASH EQUIVALENTS

Deposits

Custodial credit risk for deposits is the risk that in the event of bank failure, the City's deposits may not be returned, or the City will not be able to recover collateral securities in the possession of an outside party. The City's bank deposits are required by state law to be secured by the deposit of certain securities specified at RSMo 30.270 with the City or trustee institution. The value of the securities must amount to the total of the City's cash not insured by the Federal Deposit Insurance Corporation (FDIC).

As of June 30, 2023, the City's bank balances were entirely secured or collateralized with securities held by the City or by its agent in the City's name.

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE C - CAPITAL ASSETS

Capital asset activity:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 244,467	--	(14,181)	230,286
Construction in progress	<u>362,088</u>	<u>3,864</u>	<u>(243,278)</u>	<u>122,674</u>
Total capital assets not being depreciated	<u>606,555</u>	<u>3,864</u>	<u>(257,459)</u>	<u>352,960</u>
Capital assets being depreciated:				
Buildings and improvements	2,652,136	9,160	(22,201)	2,639,095
Infrastructure	10,140,339	2,056,615	--	12,196,954
Machinery and equipment	570,047	35,829	(18,497)	587,379
Vehicles	<u>357,585</u>	<u>39,967</u>	<u>(61,166)</u>	<u>336,386</u>
Total capital assets being depreciated	<u>13,720,107</u>	<u>2,141,571</u>	<u>(101,864)</u>	<u>15,759,814</u>
Less accumulated depreciation for:				
Buildings and improvements	(383,018)	(84,885)	12,927	(454,976)
Infrastructure	(2,457,240)	(356,634)	--	(2,813,874)
Machinery and equipment	(411,273)	(30,914)	16,164	(426,023)
Vehicles	<u>(290,832)</u>	<u>(34,631)</u>	<u>61,166</u>	<u>(264,297)</u>
Total accumulated depreciation	<u>(3,542,363)</u>	<u>(507,064)</u>	<u>90,257</u>	<u>(3,959,170)</u>
Total capital assets being depreciated, net	<u>10,177,744</u>	<u>1,634,507</u>	<u>(11,607)</u>	<u>11,800,644</u>
Total capital assets, net	<u>\$10,784,299</u>	<u>1,638,371</u>	<u>(269,066)</u>	<u>12,153,604</u>

Depreciation expense charged to functions/programs:

Governmental activities:	
Public works	\$358,202
Parks and recreation	109,088
Public safety	33,720
General government	<u>6,054</u>
Total depreciation expense - Governmental activities	<u>\$507,064</u>

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE C - CAPITAL ASSETS (CONTINUED)

Capital asset activity (continued):

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 24,816	--	--	24,816
Capital assets being depreciated:				
Buildings and improvements	2,902,342	--	(47,055)	2,855,287
Infrastructure	4,984,593	57,362	--	5,041,955
Machinery and equipment	569,963	7,574	--	577,537
Vehicles	190,642	--	--	190,642
Total capital assets being depreciated	8,647,540	64,936	(47,055)	8,665,421
Less accumulated depreciation for:				
Buildings and improvements	(1,560,423)	(63,894)	47,055	(1,577,262)
Infrastructure	(1,773,900)	(166,240)	--	(1,940,140)
Machinery and equipment	(355,832)	(35,546)	--	(391,378)
Vehicles	(102,532)	(20,826)	--	(123,358)
Total accumulated depreciation	(3,792,687)	(286,506)	47,055	(4,032,138)
Total capital assets being depreciated, net	4,854,853	(221,570)	--	4,633,283
Total capital assets, net	\$4,879,669	(221,570)	--	4,658,099

Depreciation expense charged to functions/programs:

Business-type activities:	
Sewer department	\$170,239
Water department	68,763
Natural gas department	47,504
Total depreciation expense - Business-type activities	<u>\$286,506</u>

NOTE D - INTERFUND TRANSACTION

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Total</u>
Capital Improvements		
Project Reserve Fund	Parks and Recreation Fund	<u>\$133,000</u>

\$5,000 payments are due yearly for 28 years at 0% interest. \$128,000 is due in more than one year.

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE E - TRANSFERS

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Total</u>
General Fund	Parks and Recreation Fund	\$ 9,000
General Fund	Natural Gas Fund	121,156
Capital Improvements		
Sales Tax Fund	General Fund	75,000
Capital Improvements	Capital Improvement Project	
Sales Tax Fund	Reserve Fund	69,619
Capital Improvements		
Sales Tax Fund	Nonmajor Governmental Funds	45,000
Nonmajor Governmental Funds	Parks and Recreation Fund	5,000
Nonmajor Governmental Funds	Parks and Recreation Fund	3,000
Water Fund	Parks and Recreation Fund	12,000
Sewer Fund	Parks and Recreation Fund	12,000
Natural Gas Fund	Parks and Recreation Fund	<u>12,000</u>
		<u>\$363,775</u>

Purpose of transfers:

To the General, Water, Sewer, Natural Gas, and Nonmajor Governmental Funds: administrative support for the Parks and Recreation Fund.

To the General Fund: administrative support for the Natural Gas Fund.

To the Capital Improvements Sales Tax Fund: street projects support.

NOTE F - LONG-TERM DEBT

Changes in long-term debt:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
General obligation bonds	\$1,570,800	--	(102,500)	1,468,300	104,500
Certificates of participation	258,998	--	(24,577)	234,421	16,887
Compensated absences	<u>17,984</u>	<u>17,210</u>	<u>(17,984)</u>	<u>17,210</u>	<u>17,210</u>
Total Governmental Activities	<u>\$1,847,782</u>	<u>17,210</u>	<u>(145,061)</u>	<u>1,719,931</u>	<u>138,597</u>
Business-type activities:					
Certificates of participation	\$2,187,789	--	(171,290)	2,016,499	156,112
Note payable	47,000	--	(4,900)	42,100	--
Compensated absences	<u>18,028</u>	<u>18,453</u>	<u>(18,028)</u>	<u>18,453</u>	<u>18,453</u>
Total Business-type Activities	<u>\$2,252,817</u>	<u>18,453</u>	<u>(194,218)</u>	<u>2,077,052</u>	<u>174,565</u>

Compensated absences are liquidated by the related fund.

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

Governmental activities:

\$1,600,000 General Obligation Bonds, Series 2020, due
in semi-annual installments through September 1, 2035,
interest payable at 2.0% \$1,468,300

Certificates of Participation:

\$181,000 Certificates of Participation, Series 2017, due
in semi-annual installments through March 1, 2037, interest
payable at 3.85% \$ 140,456

\$229,000 Certificates of Participation, under the terms of
the refinancing agreement Series 2015, due in semi-annual
installments through July 1, 2028, interest payable at 2.95% 93,965

\$ 234,421

Business-type Activities:

Certificates of Participation:

\$1,136,000 Certificates of Participation, Series 2019, due
in semi-annual installments through May 1, 2036, interest
payable at 4.23% \$ 937,995

\$800,000 Certificates of Participation, Series 2014, due
in annual installments through November 1, 2029, interest
payable at 3.27% 421,400

\$543,000 Certificates of Participation, Series 2017, due
in semi-annual installments through March 1, 2037, interest
payable at 3.85% 421,368

\$575,000 Certificates of Participation, under the terms of
the refinancing agreement Series 2015, due in semi-annual
installments through July 1, 2028, interest payable at 2.95% 235,736

\$2,016,499

Note payable:

\$100,000 note payable to the Missouri Department of
Natural Resources, due in annual installments through
July 1, 2031, interest payable at 1.4% \$ 42,100

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE F - LONG-TERM DEBT (CONTINUED)

Annual requirements to amortize the General Obligation Bonds:

Years Ending June 30	<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2024	\$ 104,500	28,846
2025	106,600	26,746
2026	108,700	24,603
2027	110,900	22,418
2028	113,200	20,189
2029-2033	600,900	75,894
2034-2036	<u>323,500</u>	<u>9,769</u>
	<u>\$1,468,300</u>	<u>208,465</u>

Annual requirements to amortize the Certificates of Participation:

Years Ending June 30	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 16,887	6,720	156,112	71,464
2025	26,193	7,400	183,780	68,842
2026	26,905	6,554	190,088	62,222
2027	27,600	5,674	196,469	55,344
2028	28,308	4,781	202,998	48,254
2029-2033	60,492	14,903	679,184	149,382
2034-2037	<u>48,036</u>	<u>4,254</u>	<u>407,868</u>	<u>32,626</u>
	<u>\$234,421</u>	<u>50,286</u>	<u>2,016,499</u>	<u>488,134</u>

Annual requirements to amortize the note payable:

Years Ending June 30	<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2024	\$ --	295
2025	5,000	554
2026	5,000	484
2027	5,100	414
2028	5,200	342
2029-2032	<u>21,800</u>	<u>617</u>
	<u>\$42,100</u>	<u>2,706</u>

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE G - FINES AND COURT COSTS FOR TRAFFIC VIOLATIONS

The State of Missouri under House Bill 103 requires all municipalities to provide an accounting of annual general operating revenue from fines and court costs for traffic violations in the municipality's annual report. The purpose of the bill is to make sure that municipalities are not generating more than 20% of their operating revenue from fines and court costs for traffic violations. The City only generates .47% of operating revenues from fines and court costs for traffic violations.

NOTE H - POST-EMPLOYMENT HEALTH BENEFITS

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City provides health care benefits to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured on or before the first day of the month for the actual month covered. This program is offered for a duration of 18 months after the termination date, unless the employee becomes divorced or deceased, then the duration is 36 months. There is no associated cost to the City under this program. The City did not have any participants in the program at June 30, 2023.

NOTE I - EMPLOYEE RETIREMENT SYSTEM

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 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) with 5 or more years of service are entitled to an allowance for life based upon the following benefit program information provided below. Employees may retire with an early retirement benefit with a minimum of 5 years of credited service and after attaining age 55 (50 for police) and receive a reduced allowance.

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE I - PENSION (CONTINUED)

Benefits Provided (Continued)

Benefit program information:

Benefit multiplier	2.00% for life
Final average salary	3 years
Member contributions	4% contributory for employees

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

The following employees were covered by the benefit terms:

	<u>General</u>	<u>Police</u>
Retirees and beneficiaries	4	2
Inactive, nonretired employees	6	11
Active employees	<u>7</u>	<u>4</u>
Total	<u>17</u>	<u>17</u>

Contributions

The City is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS. The actuarially determined rate is the established 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 City contribute 4% of their gross pay to the pension plan. The City contribution rates are 8.9% (general) and 9.7% (police) of annual covered payroll.

Net Pension Liability (Asset)

The City's net pension liability (asset) was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of February 28, 2023. The roll-forward of total pension liability from February 28, 2023 to June 30, 2023 reflects expected service cost and interest reduced by actual benefit payments.

Actuarial Assumptions

The total pension liability in the February 28, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75% wage inflation, 2.25% price inflation
Salary increases	2.75% to 6.75% including wage inflation for general and 2.75% to 6.55% for police
Investment rate of return	7.00%, net of investment expenses

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE I - PENSION (CONTINUED)

Actuarial Assumptions (Continued)

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

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

Actuarial cost method	Entry age normal and modified terminal funding
Asset valuation method	5-year smoothed market, 20% corridor
Retirement age	Experienced-based table of rates that are specific to the type of eligibility condition

A level percentage of payroll amortization method is used to amortize the UAAL over a closed period of years. If the UAAL (excluding the UAAL associated with benefit changes) is negative, then this amount is amortized over the greater of (i) the remaining initial amortization period or (ii) 15 years.

Remaining amortization period	Multiple bases from 7 to 19 years
-------------------------------	-----------------------------------

Discount Rate

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 payments to determine total pension liability. For the purpose of this valuation, the expected rate of return on pension plan investments is 7%; the municipal bond rate is 3.86%; and the resulting single discount rate is 7% for both general and police divisions.

Sensitivity of Net Pension Liability to the Single Discount Rate

	1% Decrease	Current Single Discount Rate Assumption	1% Increase
<u>General</u>	<u>6.00%</u>	<u>7.00%</u>	<u>8.00%</u>
Total pension liability	\$1,727,556	1,484,232	1,284,182
Plan fiduciary net position	799,293	799,293	799,293
Net pension liability	<u>\$ 928,263</u>	<u>684,939</u>	<u>484,889</u>
<u>Police</u>			
Total pension liability	\$ 644,205	528,477	437,774
Plan fiduciary net position	379,224	379,224	379,224
Net pension liability	<u>\$ 264,981</u>	<u>149,253</u>	<u>58,550</u>

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE I - PENSION (CONTINUED)

Schedule of Changes in Net Pension Liability and Related Ratios

	<u>General</u>	<u>Police</u>
Total Pension Liability		
Service cost	\$ 65,113	35,554
Interest on total pension liability	99,277	37,726
Change in benefit terms	--	--
Difference in experience	(59,924)	(61,879)
Changes of assumptions	--	--
Benefit payments, including refunds	<u>(12,723)</u>	<u>(8,628)</u>
Net change in total pension liability	91,743	2,773
Total pension liability-beginning	<u>1,392,489</u>	<u>525,704</u>
Total pension liability-ending	<u>1,484,232</u>	<u>528,477</u>
 Plan Fiduciary Net Position		
Contributions-employer	74,905	40,871
Contributions-employee	15,687	10,616
Net investment income	25,405	11,913
Benefit payments, including refunds	(12,723)	(8,628)
Pension plan administrative expense	(2,589)	(1,675)
Other (net transfer)	<u>(6,707)</u>	<u>(8,383)</u>
Net change in plan fiduciary net position	93,978	44,714
Plan fiduciary net position-beginning	<u>705,315</u>	<u>334,510</u>
Plan fiduciary net position-ending	<u>799,293</u>	<u>379,224</u>
 Net Pension Liability	 <u>\$ 684,939</u>	 <u>149,253</u>
 The net pension liability (asset) is generally liquidated by the General Fund, Water Fund, Sewer Fund, and Natural Gas Fund.		
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	 53.85%	 71.76%
 Covered Employee Payroll	 \$380,358	 202,586
 Net Pension Liability as a Percentage of Covered Employee Payroll	 180.08%	 73.67%
 Pension Expense	 \$103,465	 48,775

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE I - PENSION (CONTINUED)

Statements of Outflows and Inflows Arising from Current and Prior Reporting Periods

A. Outflows and Inflows of Resources due to Liabilities and Assets to be Recognized in Current Pension Expense:

	<u>Outflows of Resources</u>	<u>Inflows of Resources</u>	<u>Net Outflow of Resources</u>
<u>General</u>			
Due to liabilities	\$10,548	(14,881)	(4,333)
Due to assets	<u>19,298</u>	<u>(17,767)</u>	<u>(1,531)</u>
Total	<u>\$29,846</u>	<u>(32,648)</u>	<u>(2,802)</u>
<u>Police</u>			
Due to liabilities	\$15,903	(15,378)	525
Due to assets	<u>9,165</u>	<u>(9,093)</u>	<u>72</u>
Total	<u>\$25,068</u>	<u>(24,471)</u>	<u>597</u>

B. Outflows and Inflows of Resources by Source to be Recognized in Current Pension Expense:

	<u>Outflows of Resources</u>	<u>Inflows of Resources</u>	<u>Net Outflow of Resources</u>
<u>General</u>			
Differences between expected and actual experience	\$ 8,717	(13,525)	(4,808)
Assumption changes	1,831	(1,356)	475
Net difference between projected and actual earnings on pension plan investments	<u>19,298</u>	<u>(17,767)</u>	<u>1,531</u>
Total	<u>\$29,846</u>	<u>(32,648)</u>	<u>(2,802)</u>
<u>Police</u>			
Differences between expected and actual experience	\$15,225	(15,135)	90
Assumption changes	678	(243)	435
Net difference between projected and actual earnings on pension plan investments	<u>9,165</u>	<u>(9,093)</u>	<u>72</u>
Total	<u>\$25,068</u>	<u>(24,471)</u>	<u>597</u>

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE I - PENSION (CONTINUED)

Statements of Outflows and Inflows Arising from Current and Prior Reporting Periods (Continued)

C. Deferred Outflows and Deferred Inflows of Resources by Source to be Recognized in Future Pension Expenses:

	<u>Outflows of Resources</u>	<u>Inflows of Resources</u>	<u>Net Outflow of Resources</u>
<u>General</u>			
Difference between expected and actual experience	\$37,276	(74,711)	(37,435)
Assumption changes	6,139	(6,177)	(38)
Net difference between projected and actual earnings on pension plan investments	<u>16,699</u>	<u>--</u>	<u>16,699</u>
Total	<u>\$60,114</u>	<u>(80,888)</u>	<u>(20,774)</u>
<u>Police</u>			
Difference between expected and actual experience	\$39,810	(69,610)	(29,800)
Assumption changes	700	(928)	(228)
Net difference between projected and actual earnings on pension plan investments	<u>8,156</u>	<u>--</u>	<u>8,156</u>
Total	<u>\$48,666</u>	<u>(70,538)</u>	<u>(21,872)</u>

D. Deferred Outflows and Deferred Inflows of Resources by Year to be Recognized in Future Pension Expenses:

<u>Year Ending June 30</u>	<u>General</u>	<u>Police</u>
2024	\$ (3,404)	610
2025	(7,966)	(3,153)
2026	8,985	(2,077)
2027	(1,761)	(7,549)
2028	(7,814)	(9,703)
Thereafter	<u>(8,814)</u>	<u>--</u>
Total	<u>\$ (20,774)</u>	<u>(21,872)</u>

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE I - PENSION (CONTINUED)

REQUIRED SUPPLEMENTARY INFORMATION
Schedule of Funding Progress

Fiscal Year	Actuarially Determined Contribution	Contribution in Relation	Contribution Deficiency	Covered Employee Payroll	Contribution as Percentage
2014	\$ 31,978	\$ 31,978	\$ (.01)	\$692,317	4.62%
2015	33,135	33,135	.16	720,325	4.60
2016	40,769	40,769	.28	780,297	5.22
2017	38,474	38,474	.27	768,988	5.00
2018	43,722	43,723	(.03)	738,509	5.92
2019	48,264	48,264	(.07)	804,057	6.00
2020	49,585	49,585	(.05)	805,021	6.16
2021	47,636	47,636	.13	785,649	6.06
2022	152,498	152,498	.16	838,893	18.18
2023	115,777	115,777	(.07)	657,572	17.61

NOTE J - RISK MANAGEMENT

The City is a member of the Missouri Intergovernmental Risk Management Association (MIRMA), a state-wide governmental self-insurance pool which provides property, liability, and workers' compensation coverage to its participating members in a single comprehensive multiline package. The various lines of coverage are not available individually and the membership is limited to municipalities and municipally owned utilities. The City's policy covers all real and personal property owned by the City. MIRMA is funded by annual member assessments calculated at a rate per \$100 of annual payroll which applies to all lines of coverage on a composite basis. These funds are used to pay losses within specific risk retention limits shared equally by all members; purchase excess insurance which provides a transfer of catastrophic risk to private insurance carriers; purchase services such as claims administration, loss prevention, and data processing; and pay administrative expenses. Should actual insurance losses exceed MIRMA's estimates, the City could be required to contribute additional funds. Management believes the risk of additional loss is minimal and any additional contributions that may be required would not materially impact overall operations of the City. The City paid an assessment totaling \$111,365 for MIRMA's fiscal year ended June 30, 2023. Settled claims resulting from these risks have not exceeded coverage in any of the past three years.

NOTE K - RESTRICTED NET ASSETS

The government-wide statement of net assets reports \$819,919 of restricted net assets, of which \$576,684 is restricted by enabling legislation.

CITY OF NEW HAVEN, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE L - COMMITMENTS AND CONTINGENCIES

The City had the following major commitments:

	<u>Committed Expense</u>	<u>Grant Available</u>	<u>City Funds</u>
Projects:			
Park Drive	\$ 95,350	--	95,350
Middle School Shared Use Path	<u>28,441</u>	<u>19,767</u>	<u>8,674</u>
	<u>\$123,791</u>	<u>19,767</u>	<u>104,024</u>

Grants available:

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. If any expenditures are disallowed as a result of these audits, claims for reimbursement to the grantor agency would become a liability of the City. In the opinion of management, any such adjustments would not be significant.

The City has set aside funds for the remaining purchases and projects.

NOTE M - NEW ACCOUNTING PRONOUNCEMENTS NOT YET EFFECTIVE

In June 2022, GASB issued Statement No. 100, *Accounting Changes and Error Corrections - an Amendment of GASB Statement No. 62*. The objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for accounting changes and error corrections made in the City's financial statements for the fiscal year ending June 30, 2024.

In June 2022, GASB issued Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating recognition and measurement guidance for compensated absences. The requirements of this Statement are effective for accounting changes and error corrections made in the City's financial statements for the fiscal year ending June 30, 2024.

The City has not completed its assessment of the impact of the adoption of these statements.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF NEW HAVEN, MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Over (Under) Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes:				
Sales	\$ 382,000	448,000	436,844	(11,156)
Property	365,500	375,500	353,117	(22,383)
Utility gross receipts	225,000	225,000	220,698	(4,302)
Motor vehicle	28,000	28,000	35,877	7,877
Cigarette	4,300	4,300	3,568	(732)
	<u>1,004,800</u>	<u>1,080,800</u>	<u>1,050,104</u>	<u>(30,696)</u>
Charges for services	227,700	230,821	231,547	726
Grants	226,065	226,815	226,851	36
Licenses, fees, & permits	26,600	26,600	29,208	2,608
Rent	26,870	22,070	22,073	3
Fines and court costs	15,150	15,150	17,029	1,879
Donations	6,000	6,000	2,910	(3,090)
Investment income	500	500	1,233	733
Miscellaneous	-	-	450	450
Special assessments	500	500	300	(200)
	<u>1,534,185</u>	<u>1,609,256</u>	<u>1,581,705</u>	<u>(27,551)</u>
TOTAL REVENUES				
EXPENDITURES				
Police department:				
Current:				
Personnel services	505,700	505,700	375,622	(130,078)
Operating expenditures	67,300	70,003	59,601	(10,402)
Contracted services	71,300	71,300	63,344	(7,956)
Other charges	4,000	4,000	3,236	(764)
	<u>648,300</u>	<u>651,003</u>	<u>501,803</u>	<u>(149,200)</u>
Capital outlay	62,000	62,000	42,670	(19,330)
	<u>710,300</u>	<u>713,003</u>	<u>544,473</u>	<u>(168,530)</u>
Administration:				
Current:				
Personnel services	138,950	138,950	135,239	(3,711)
Operating expenditures	27,800	27,800	22,037	(5,763)
Contracted services	117,280	142,305	131,096	(11,209)
Other charges	17,000	17,000	11,559	(5,441)
	<u>301,030</u>	<u>326,055</u>	<u>299,931</u>	<u>(26,124)</u>
Capital outlay	62,000	64,500	30,861	(33,639)
Debt service:				
Principal retirement	17,128	17,128	17,129	1
Interest & fiscal charges	3,322	3,151	3,151	-
	<u>\$ 383,480</u>	<u>410,834</u>	<u>351,072</u>	<u>(59,762)</u>

CITY OF NEW HAVEN, MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Over (Under) Budget</u>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES (CONTINUED)				
Trash service:				
Current:				
Contracted services	\$ 226,000	230,336	230,336	-
Public works:				
Current:				
Personnel services	105,100	105,100	64,029	(41,071)
Operating expenditures	58,900	58,900	46,579	(12,321)
Contracted services	30,500	30,500	10,334	(20,166)
Other charges	500	500	229	(271)
	195,000	195,000	121,171	(73,829)
Capital outlay	18,000	21,425	11,425	(10,000)
Debt service:				
Principal retirement	7,449	7,449	7,449	-
Interest & fiscal charges	5,623	5,623	5,623	-
	226,072	229,497	145,668	(83,829)
Municipal Court:				
Current:				
Personnel services	56,100	56,100	36,734	(19,366)
Operating expenditures	3,500	3,500	3,935	435
Contracted services	4,775	5,775	4,862	(913)
Other charges	1,500	1,500	1,252	(248)
	65,875	66,875	46,783	(20,092)
Capital outlay	875	875	-	(875)
	66,750	67,750	46,783	(20,967)
Emergency management agency:				
Current:				
Operating expenditures	350	350	243	(107)
TOTAL EXPENDITURES	1,612,952	1,651,770	1,318,575	(333,195)
REVENUES OVER (UNDER) EXPENDITURES	(78,767)	(42,514)	263,130	305,644
OTHER FINANCING SOURCES (USES)				
Sale of surplus property	3,625	41,162	41,162	-
Transfers in	84,000	130,156	130,156	-
Transfers out	(115,000)	(115,000)	(75,000)	40,000
TOTAL OTHER FINANCING SOURCES (USES)	(27,375)	56,318	96,318	40,000
CHANGE IN FUND BALANCE	\$ (106,142)	13,804	359,448	345,644

CITY OF NEW HAVEN, MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
PARKS AND RECREATION - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>			<u>Over (Under) Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes:				
Property	\$ 248,485	248,485	226,581	(21,904)
Sales	67,000	75,000	73,006	(1,994)
	315,485	323,485	299,587	(23,898)
Charges for services	47,700	47,700	43,383	(4,317)
Grants	2,460	2,885	2,885	-
Investment income	310	310	222	(88)
Donations	-	-	15	15
TOTAL REVENUES	<u>365,955</u>	<u>374,380</u>	<u>346,092</u>	<u>(28,288)</u>
EXPENDITURES				
Parks and recreation:				
Current:				
Personnel services	116,653	116,653	79,199	(37,454)
Operating expenditures	45,300	45,300	36,376	(8,924)
Contracted services	16,910	16,910	13,997	(2,913)
Other charges	2,300	4,450	4,140	(310)
	181,163	183,313	133,712	(49,601)
Capital outlay	4,000	4,000	-	(4,000)
Debt service:				
Principal retirement	102,500	102,500	102,500	-
Interest & fiscal charges	30,906	30,906	30,906	-
TOTAL EXPENDITURES	<u>318,569</u>	<u>320,719</u>	<u>267,118</u>	<u>(53,601)</u>
REVENUES OVER EXPENDITURES	<u>47,386</u>	<u>53,661</u>	<u>78,974</u>	<u>25,313</u>
OTHER FINANCING SOURCES (USES)				
Sale of surplus property	4,500	4,500	-	(4,500)
Transfers out	(58,000)	(58,000)	(53,000)	5,000
TOTAL OTHER FINANCING SOURCES (USES)	<u>(53,500)</u>	<u>(53,500)</u>	<u>(53,000)</u>	<u>500</u>
CHANGE IN FUND BALANCE	<u>\$ (6,114)</u>	<u>161</u>	<u>25,974</u>	<u>25,813</u>

CITY OF NEW HAVEN, MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

Budgetary Data

The Board of Alderman adheres to the following procedures in establishing the budgets reflected in the financial statements:

- a. Prior to July 1, the City Administrator, after receiving input from each department head, submits to the Board of Alderman the proposed operating budget for the fiscal year. The operating budget includes proposed expenditures and the means of financing them.
- b. Public hearings and open meetings of the Board of Aldermen are held to obtain taxpayer comments.
- c. Prior to July 1, the budget is legally enacted by the Board of Alderman through passage of an ordinance.
- d. Formal budgetary integration is employed as a management control devise during the year for all governmental funds.
- e. The legal level of budgetary control is defined as the budgeted appropriation amount at the fund level of expenditures.
- f. Unused appropriations for annual budgeted funds lapse at the end of the year.
- g. The budget amounts shown in the financial statements are as originally adopted and as amended by the Board of Aldermen.
- h. Annually appropriated budgets are consistent with accounting principles generally accepted in the United States of America.

CITY OF NEW HAVEN, MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS MULTIYEAR
GENERAL DIVISION
JUNE 30, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability									
Service cost	\$ 65,113	35,322	33,268	35,327	36,106	34,463	36,172	35,386	32,017
Interest on pension liability	99,277	49,185	49,042	42,505	38,100	32,576	28,096	21,975	17,690
Changes in benefit terms	--	610,745	--	--	--	--	--	--	--
Differences in experience	(59,924)	18,179	(34,967)	26,030	(4,547)	11,827	1,766	9,259	11,050
Changes of assumptions	--	--	(10,245)	--	--	--	--	20,787	--
Benefit payments, including refunds	<u>(12,723)</u>	<u>(12,234)</u>	<u>(11,607)</u>	<u>(13,714)</u>	<u>(3,519)</u>	<u>(3,431)</u>	<u>(3,381)</u>	<u>(3,338)</u>	<u>(3,283)</u>
Net change	91,743	701,197	25,491	90,148	66,140	75,435	62,653	84,069	57,474
Total pension liability:									
Beginning	<u>1,392,489</u>	<u>691,292</u>	<u>665,801</u>	<u>575,653</u>	<u>509,513</u>	<u>434,078</u>	<u>371,425</u>	<u>287,356</u>	<u>229,282</u>
Ending	<u>1,484,232</u>	<u>1,392,489</u>	<u>691,292</u>	<u>665,801</u>	<u>575,653</u>	<u>509,513</u>	<u>434,078</u>	<u>371,425</u>	<u>287,356</u>
Plan Fiduciary Net Position									
Contributions - employer	74,905	107,550	32,066	29,652	33,442	29,944	24,411	27,381	23,287
Contributions - employee	15,687	21,727	20,688	19,130	21,576	20,651	20,342	21,476	20,250
Net investment income	25,405	817	121,229	6,340	21,415	30,598	22,119	2,941	2,164
Benefit payment, including refunds	(12,723)	(12,234)	(11,607)	(13,714)	(3,519)	(3,431)	(3,381)	(3,338)	(3,283)
Pension plan administrative expense	(2,589)	(1,547)	(1,645)	(2,152)	(1,692)	(1,281)	(1,180)	(1,179)	(1,305)
Other (net transfer)	<u>(6,707)</u>	<u>1,008</u>	<u>(268)</u>	<u>5,012</u>	<u>(1,142)</u>	<u>(496)</u>	<u>(1,647)</u>	<u>(1,319)</u>	<u>3,622</u>
Net change	93,978	117,321	160,463	44,268	70,080	75,985	60,664	45,962	44,735
Plan fiduciary net position:									
Beginning	<u>705,315</u>	<u>587,994</u>	<u>427,531</u>	<u>383,263</u>	<u>313,183</u>	<u>237,198</u>	<u>176,534</u>	<u>130,572</u>	<u>85,837</u>
Ending	<u>799,293</u>	<u>705,315</u>	<u>587,994</u>	<u>427,531</u>	<u>383,263</u>	<u>313,183</u>	<u>237,198</u>	<u>176,534</u>	<u>130,572</u>
Net Pension Liability	<u>\$ 684,939</u>	<u>687,174</u>	<u>103,298</u>	<u>238,270</u>	<u>192,390</u>	<u>196,330</u>	<u>196,880</u>	<u>194,891</u>	<u>156,784</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	53.85%	50.65	85.06%	64.21%	66.58%	61.47%	54.64%	47.53%	45.44%
Covered Employee Payroll	\$ 380,358	538,618	519,901	485,272	529,399	511,363	481,767	526,829	502,459
Net Pension Liability as a Percentage of Covered Employee Payroll	180.08%	127.58%	19.87%	49.10%	36.34%	38.39%	40.87%	36.99%	31.20%

(Ultimately 10 years will be displayed)

CITY OF NEW HAVEN, MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS MULTIYEAR
POLICE DIVISION
JUNE 30, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability									
Service cost	\$ 35,554	20,075	22,303	18,782	16,939	17,651	17,131	14,838	12,533
Interest	37,726	21,579	22,467	18,075	14,796	11,697	9,849	7,624	5,738
Change in benefit terms	--	164,141	--	--	--	--	--	--	--
Differences in experience	(61,879)	25,720	(32,356)	32,990	18,742	17,991	1,256	1,942	6,600
Changes of assumptions	--	--	(1,657)	--	--	--	--	6,124	--
Benefit payments,									
including refunds	<u>(8,628)</u>	<u>(8,296)</u>	<u>(14,165)</u>	<u>(7,925)</u>	<u>(4,452)</u>	<u>(4,057)</u>	<u>(1,964)</u>	--	--
Net change	2,773	223,219	(3,408)	61,922	46,025	43,282	26,272	30,528	24,871
Total pension liability:									
Beginning	<u>525,704</u>	<u>302,485</u>	<u>305,893</u>	<u>243,971</u>	<u>197,946</u>	<u>154,664</u>	<u>128,392</u>	<u>97,864</u>	<u>72,993</u>
Ending	<u>528,477</u>	<u>525,704</u>	<u>302,485</u>	<u>305,893</u>	<u>243,971</u>	<u>197,946</u>	<u>154,664</u>	<u>128,392</u>	<u>97,864</u>
Plan Fiduciary Net Position									
Contributions-employer	40,871	44,948	15,570	19,932	14,821	13,779	14,063	13,387	9,848
Contributions-employee	10,616	11,828	10,738	13,070	10,587	8,890	10,417	9,736	8,563
Net investment income	11,913	636	58,542	2,626	15,162	16,345	10,563	904	879
Benefit payments,									
including refunds	<u>(8,628)</u>	<u>(8,296)</u>	<u>(14,165)</u>	<u>(7,925)</u>	<u>(4,452)</u>	<u>(4,057)</u>	<u>(1,964)</u>	--	--
Pension plan									
administrative expense	<u>(1,675)</u>	<u>(1,105)</u>	<u>(925)</u>	<u>(1,076)</u>	<u>(1,208)</u>	<u>(683)</u>	<u>(674)</u>	<u>(674)</u>	<u>(653)</u>
Other (net transfer)	<u>(8,383)</u>	<u>873</u>	<u>(64)</u>	<u>(6,064)</u>	<u>3,844</u>	<u>8,486</u>	<u>(1,195)</u>	<u>167</u>	<u>2,306</u>
Net change	44,714	48,884	69,696	20,563	38,754	42,760	31,210	23,520	20,943
Plan fiduciary net position:									
Beginning	<u>334,510</u>	<u>285,626</u>	<u>215,930</u>	<u>195,367</u>	<u>156,613</u>	<u>113,853</u>	<u>82,643</u>	<u>59,123</u>	<u>38,180</u>
Ending	<u>379,224</u>	<u>334,510</u>	<u>285,626</u>	<u>215,930</u>	<u>195,367</u>	<u>156,613</u>	<u>113,853</u>	<u>82,643</u>	<u>59,123</u>
Net Pension Liability	<u>\$149,253</u>	<u>191,194</u>	<u>16,859</u>	<u>89,963</u>	<u>48,604</u>	<u>41,333</u>	<u>40,811</u>	<u>45,749</u>	<u>38,741</u>
Plan Fiduciary Net Position									
as a Percentage of the									
Total Pension Liability	71.76%	63.63%	94.43%	70.59%	80.08%	79.12%	73.61%	64.37%	60.41%
Covered Employee Payroll	\$202,586	279,724	286,340	341,951	235,954	218,204	251,035	226,654	198,385
Net Pension Liability as a									
Percentage of Covered									
Employee Payroll	73.67%	68.35%	5.89%	26.31%	20.60%	18.94%	16.26%	20.18%	19.53%

(Ultimately 10 years will be displayed)

OTHER SUPPLEMENTARY INFORMATION

CITY OF NEW HAVEN, MISSOURI
OTHER SUPPLEMENTARY INFORMATION
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	<u>Special Revenue Funds</u>		
	<u>Transportation</u>	<u>Motor</u>	
	<u>Sales Tax</u>	<u>Fuel</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 131,181	74,674	205,855
Taxes receivable	<u>22,102</u>	<u>14,644</u>	<u>36,746</u>
TOTAL ASSETS	<u>\$ 153,283</u>	<u>89,318</u>	<u>242,601</u>
LIABILITIES			
Accounts payable	\$ 823	926	1,749
Payroll liabilities	501	-	501
Pension payable	<u>474</u>	<u>-</u>	<u>474</u>
TOTAL LIABILITIES	<u>1,798</u>	<u>926</u>	<u>2,724</u>
FUND BALANCES			
Restricted for:			
Transportation projects	151,485	-	151,485
Street maintenance	<u>-</u>	<u>88,392</u>	<u>88,392</u>
TOTAL FUND BALANCES	<u>151,485</u>	<u>88,392</u>	<u>239,877</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 153,283</u>	<u>89,318</u>	<u>242,601</u>

CITY OF NEW HAVEN, MISSOURI
OTHER SUPPLEMENTARY INFORMATION
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Special Revenue Funds</u>		
	<u>Transportation</u>	<u>Motor</u>	
	<u>Sales Tax</u>	<u>Fuel</u>	<u>Total</u>
REVENUES			
Taxes	\$ 146,013	80,770	226,783
Investment income	<u>101</u>	<u>55</u>	<u>156</u>
TOTAL REVENUES	146,114	80,825	226,939
EXPENDITURES			
Current:			
Public works	<u>51,229</u>	<u>21,692</u>	<u>72,921</u>
REVENUES OVER EXPENDITURES	<u>94,885</u>	<u>59,133</u>	<u>154,018</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	5,000	3,000	8,000
Transfers out	<u>(25,000)</u>	<u>(20,000)</u>	<u>(45,000)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(20,000)</u>	<u>(17,000)</u>	<u>(37,000)</u>
CHANGE IN FUND BALANCES	74,885	42,133	117,018
FUND BALANCES, JULY 1	<u>76,600</u>	<u>46,259</u>	<u>122,859</u>
FUND BALANCES, JUNE 30	<u>\$ 151,485</u>	<u>88,392</u>	<u>239,877</u>

CITY OF NEW HAVEN, MISSOURI
OTHER SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
TRANSPORTATION SALES TAX - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>			<u>Over (Under) Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Transportation sales tax	\$ 135,000	135,000	146,013	11,013
Investment income	50	50	101	51
TOTAL REVENUES	<u>135,050</u>	<u>135,050</u>	<u>146,114</u>	<u>11,064</u>
EXPENDITURES				
Current:				
Public works:				
Personnel services	60,700	60,700	38,912	(21,788)
Operating expenditures	30,000	30,000	8,636	(21,364)
Contracted services	<u>9,500</u>	<u>9,500</u>	<u>3,681</u>	<u>(5,819)</u>
TOTAL EXPENDITURES	<u>100,200</u>	<u>100,200</u>	<u>51,229</u>	<u>(48,971)</u>
REVENUES OVER EXPENDITURES	34,850	34,850	94,885	60,035
OTHER FINANCING SOURCES (USES)				
Transfers in	5,000	5,000	5,000	-
Transfers out	<u>(25,000)</u>	<u>(25,000)</u>	<u>(25,000)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(20,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>	<u>-</u>
CHANGE IN FUND BALANCE	<u>\$ 14,850</u>	<u>14,850</u>	<u>74,885</u>	<u>60,035</u>

CITY OF NEW HAVEN, MISSOURI
OTHER SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
MOTOR FUEL - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>			<u>Over (Under) Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Motor vehicle sales tax	\$ 58,000	58,000	80,770	22,770
Investment income	<u>50</u>	<u>50</u>	<u>55</u>	<u>5</u>
TOTAL REVENUES	58,050	58,050	80,825	22,775
EXPENDITURES				
Current:				
Public works:				
Operating expenditures	<u>39,000</u>	<u>39,000</u>	<u>21,692</u>	<u>(17,308)</u>
REVENUES OVER EXPENDITURES	<u>19,050</u>	<u>19,050</u>	<u>59,133</u>	<u>40,083</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	3,000	3,000	3,000	-
Transfers out	<u>(20,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(17,000)</u>	<u>(17,000)</u>	<u>(17,000)</u>	<u>-</u>
CHANGE IN FUND BALANCE	<u>\$ 2,050</u>	<u>2,050</u>	<u>42,133</u>	<u>40,083</u>

CITY OF NEW HAVEN, MISSOURI
OTHER SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
CAPITAL IMPROVEMENT SALES TAX - CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>			<u>Over (Under) Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Grants	1,231,300	1,238,574	1,190,570	(48,004)
Taxes:				
Capital improvement sales	\$ 135,000	151,500	146,013	(5,487)
Investment income	<u>-</u>	<u>-</u>	<u>225</u>	<u>225</u>
TOTAL REVENUES	<u>1,366,300</u>	<u>1,390,074</u>	<u>1,336,808</u>	<u>(53,266)</u>
EXPENDITURES				
Current:				
Public works:				
Operating expenditures	500	500	36	(464)
Contracted services	<u>5,000</u>	<u>5,000</u>	<u>4,200</u>	<u>(800)</u>
	5,500	5,500	4,236	(1,264)
Capital outlay	<u>1,676,467</u>	<u>1,855,622</u>	<u>1,817,202</u>	<u>(38,420)</u>
TOTAL EXPENDITURES	<u>1,681,967</u>	<u>1,861,122</u>	<u>1,821,438</u>	<u>(39,684)</u>
REVENUES UNDER EXPENDITURES	(315,667)	(471,048)	(484,630)	(13,582)
OTHER FINANCING SOURCES				
Transfers in	<u>120,000</u>	<u>189,619</u>	<u>189,619</u>	<u>-</u>
CHANGE IN FUND BALANCE	<u>\$ (195,667)</u>	<u>(281,429)</u>	<u>(295,011)</u>	<u>(13,582)</u>

CITY OF NEW HAVEN, MISSOURI
OTHER SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
CAPITAL IMPROVEMENTS PROJECT RESERVE FUND - CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Over (Under) Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Investment income	\$ -	-	524	524
EXPENDITURES				
Current:				
Public works:				
Operating expenditures	100	100	-	(100)
Contracted services	23,000	23,000	19,760	(3,240)
TOTAL EXPENDITURES	23,100	23,100	19,760	(3,340)
REVENUES OVER (UNDER) EXPENDITURES	(23,100)	(23,100)	(19,236)	3,864
OTHER FINANCING SOURCES (USES)				
Sale of surplus property	-	9,000	10,000	1,000
Transfers in	5,000	5,000	-	(5,000)
Transfers out	-	(69,619)	(69,619)	-
TOTAL OTHER FINANCING SOURCES (USES)	5,000	(55,619)	(59,619)	(4,000)
CHANGE IN FUND BALANCE	\$ (18,100)	(78,719)	(78,855)	(136)

CITY OF NEW HAVEN, MISSOURI
OTHER SUPPLEMENTAL INFORMATION
SCHEDULE OF EXPEDITURES OF FEDERAL AWARDS AND
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

<u>Federal Grantor/Pass-through Grantor/Program Title</u>	<u>Federal Assistance Listing Number</u>	<u>Pass-through Entity Identifying Number</u>	<u>Total Federal Expenditures</u>
Federal Highway Administration, Department of Transportation:			
Highway Planning and Construction	20.205	STP 9901(633)	\$ 660,582
Highway Planning and Construction	20.205	STP 9901(645)	508,025
Highway Planning and Construction	20.205	STP 9901(664)	<u>21,963</u>
Total Federal Highway Administration, Department of Transportation			1,190,570
Department of Homeland Security:			
FY 2021 Homeland Security Grant Program	97.067	EMW-2021-SS-00038	<u>4,107</u>
Total Expenditures of Federal Awards			<u><u>\$1,194,677</u></u>

NOTE A - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of the City under programs of the federal government for the year ended June 30, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administration Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the City.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

**CITY OF NEW HAVEN, MISSOURI
OTHER SUPPLEMENTAL INFORMATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS AND
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2023**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

I. Summary of the auditor's results:

1. The auditor's report expresses an unmodified opinion on whether the financial statements of the City of New Haven, Missouri (auditee) were prepared in accordance with GAAP.
2. No material weaknesses or significant deficiencies are reported.
3. No instances of noncompliance material to the financial statements of the auditee, which would be required to be reported in accordance with *Governmental Auditing Standards*, were disclosed during the audit.
4. No reportable material weaknesses or significant deficiencies in internal control over major federal award programs were disclosed during the audit.
5. The auditor's report on compliance for major federal award programs for the auditee expresses an unmodified opinion on all major federal award programs.
6. The audit disclosed no audit findings which the auditors are required to report in accordance with 2 CFR section 200.516(a).
7. The program tested as a major program was Highway Planning and Construction CFDA 20.205.
8. The threshold for distinguishing Types A and B programs was \$750,000.
9. The auditee does not qualify as a low-risk auditee.

II. Findings relating to the financial statements which are required to be reported in accordance with GAGAS: None

III. Findings and questioned costs for federal awards which shall include audit findings as defined in 2 CFR section 200.516(a): None

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Findings relating to financial statements which are required to be reported in accordance with *Government Auditing Standards*: None

COMPLIANCE

TOCHTROP & ASSOCIATES, P.C.
Certified Public Accountants

2 Wainwright/Suite 200
P.O. Box 1578
Washington, MO 63090

Telephone (636) 239-6400
Fax (636) 239-9992

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

**Honorable Mayor and Board of Aldermen
of the City of New Haven, Missouri**

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of New Haven, Missouri, (the City), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated December 27, 2023.

Report on Internal Control over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

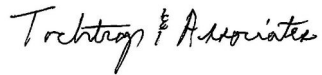
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

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

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Tochtrop & Associates, P.C.

December 27, 2023

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**INDEPENDENT AUDITORS REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

**Honorable Mayor and Board of Aldermen
of the City of New Haven, Missouri**

Report on Compliance for Each Major Federal Program

Opinion on Major Federal Program

We have audited the City of New Haven, Missouri's (the City) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on the City's major federal program for the year ended June 30, 2023. The City's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2023.

Basis for Opinion on Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of this report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance with the major federal program. Our audit does not provide a legal determination of the City's compliance with compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grants agreements applicable to the City's major Federal program.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material compliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material compliance resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with compliance requirements referred to above are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of its major program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

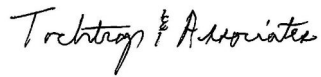
Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purposes.



Tochtrop & Associates, P.C.

December 27, 2023