

CITY OF JACKSON, MISSOURI  
Jackson, Missouri

For the Year Ended December 31, 2022

ANNUAL FINANCIAL REPORT

**BEUSSINK, HEY, ROE & STRODER, L.L.C.**

*Certified Public Accountants*

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## *Certified Public Accountants*

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## INDEPENDENT AUDITORS' REPORT

To the Mayor and Board of Aldermen  
City of Jackson, Missouri

### Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Jackson, Missouri as of and for the year ended December 31, 2022, 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 accompanying financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Jackson, Missouri as of December 31, 2022, and the respective changes in modified cash basis financial position thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

### 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 *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Jackson, Missouri and to meet our other 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.

### Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the modified cash basis of accounting described in Note 1, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the

financial statements in the circumstances. Management is also responsible 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 any currently known information that may raise substantial doubt shortly thereafter.

#### Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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 of Jackson, Missouri's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Jackson, Missouri's ability to continue as a going concern for a reasonable period of time.

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

### Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Jackson, Missouri's basic financial statements. The budgetary comparison information and the combining and individual non-major fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the budgetary comparison information and the combining and individual non-major fund financial statements 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 Statement of Revenues, Expenses, and Changes in Cash Balance – Unaudited – Jackson Municipal Band but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the 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 Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 13, 2023, on our consideration of the City of Jackson, Missouri's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 of Jackson, Missouri'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 of Jackson, Missouri's internal control over financial reporting and compliance.

BEUSSINK, HEY, ROE & STRODER, L.L.C.

*Beussink, Hey, Roe & Stroder, L.L.C.*

Cape Girardeau, Missouri  
June 13, 2023

# BEUSSINK, HEY, ROE & STRODER, L.L.C.

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### INDEPENDENT AUDITORS' 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

To the Mayor and Board of Aldermen  
City of Jackson, 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 Jackson, Missouri, as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the City of Jackson, Missouri's basic financial statements, and have issued our report thereon dated June 13, 2023.

#### Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Jackson, Missouri'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 of Jackson, Missouri's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Jackson, Missouri'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 a 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 of Jackson, Missouri's financial statements are free from 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 financial statements. 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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BEUSSINK, HEY, ROE & STRODER, L.L.C.

*Beussink, Hey, Roe & Stroder, L.L.C.*

Cape Girardeau, Missouri  
June 13, 2023



BASIC FINANCIAL STATEMENTS

## CITY OF JACKSON, MISSOURI

## STATEMENT OF NET POSITION - MODIFIED CASH BASIS

December 31, 2022

	Governmental Activities	Business-Type Activities	Total
<u>ASSETS</u>			
<u>Current Assets:</u>			
Cash	\$ 7,860,394	\$ 24,394,320	\$ 32,254,714
Restricted Cash	6,969,433	1,489,793	8,459,226
Due From Others	10,688	-	10,688
Prepaid Expense	300	23,436	23,736
Total Current Assets	<u>\$ 14,840,815</u>	<u>\$ 25,907,549</u>	<u>\$ 40,748,364</u>
<u>Capital Assets:</u>			
Land, Improvements, and Construction in Progress	\$ 3,404,635	\$ 6,527,179	\$ 9,931,814
Other Capital Assets, Net	<u>25,318,857</u>	<u>41,151,213</u>	<u>66,470,070</u>
Total Capital Assets, Net	<u>\$ 28,723,492</u>	<u>\$ 47,678,392</u>	<u>\$ 76,401,884</u>
 TOTAL ASSETS	 <u>\$ 43,564,307</u>	 <u>\$ 73,585,941</u>	 <u>\$ 117,150,248</u>
<u>LIABILITIES</u>			
<u>Current Liabilities:</u>			
Other Payables	\$ 160,800	\$ -	\$ 160,800
Payroll Withholdings	7,678	2,330	10,008
Taxes Payable	-	25,299	25,299
Court Bonds Payable	698	-	698
Performance Bond Deposits	68,019	-	68,019
Internal Balances	260,985	(260,985)	-
Deferred Options Payable	10,000	-	10,000
Discount on Revenue Bonds, Current Portion	-	-	-
Lease Purchase Payable, Current Portion	-	95,000	95,000
Certificate of Participation, Current Portion	-	105,000	105,000
Bonds Payable, Current Portion	-	770,000	770,000
Total Current Liabilities	<u>\$ 508,180</u>	<u>\$ 736,644</u>	<u>\$ 1,244,824</u>
<u>Long-Term Liabilities:</u>			
Customer Deposits	\$ -	\$ 281,378	\$ 281,378
Lease Purchase Payable, Long-Term Portion	-	200,000	200,000
Certificate of Participation, Long-Term Portion	-	580,000	580,000
Bonds Payable, Long-Term Portion	-	5,405,000	5,405,000
Total Long-Term Liabilities	<u>\$ -</u>	<u>\$ 6,466,378</u>	<u>\$ 6,466,378</u>
 TOTAL LIABILITIES	 <u>\$ 508,180</u>	 <u>\$ 7,203,022</u>	 <u>\$ 7,711,202</u>
<u>NET POSITION</u>			
Net Investment in Capital Assets	\$ 28,723,492	\$ 40,523,392	\$ 69,246,884
Restricted for:			
General Government	7,418,801	-	7,418,801
Debt Service	-	8,719,514	8,719,514
Transportation	1,246,354	-	1,246,354
Culture and Recreation	218,546	-	218,546
Unrestricted	<u>5,448,934</u>	<u>17,140,013</u>	<u>22,588,947</u>
 TOTAL NET POSITION	 <u>\$ 43,056,127</u>	 <u>\$ 66,382,919</u>	 <u>\$ 109,439,046</u>

See Accompanying Notes to the Basic Financial Statements.

## CITY OF JACKSON, MISSOURI

## STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS

For the Year Ended December 31, 2022

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
<b>Governmental Activities:</b>							
General Government	\$ 6,917,487	\$ 200,125	\$ -	\$ 1,525,693	\$ (5,191,669)	\$ -	\$ (5,191,669)
Public Safety	4,992,690	91,270	357,563	40,324	(4,503,533)	-	(4,503,533)
Judiciary and Court Related	18,255	-	-	-	(18,255)	-	(18,255)
Transportation	60,345	-	22,915	-	(37,430)	-	(37,430)
Culture and Recreation	1,589,487	192,587	16,612	3,302	(1,376,986)	-	(1,376,986)
Total Governmental Activities	\$ 13,578,264	\$ 483,982	\$ 397,090	\$ 1,569,319	\$ (11,127,873)	\$ -	\$ (11,127,873)
<b>Business-Type Activities:</b>							
Electric System	\$ 14,689,703	\$ 16,499,460	\$ -	\$ 104,465	\$ -	\$ 1,914,222	\$ 1,914,222
Waterworks and Sewerage System	2,283,587	3,129,835	-	35,157	-	881,405	881,405
Wastewater System	1,421,626	2,396,322	-	-	-	974,696	974,696
Landfill/Solid Waste	623,651	796,666	-	-	-	173,015	173,015
Total Business-Type Activities	\$ 19,018,567	\$ 22,822,283	\$ -	\$ 139,622	\$ -	\$ 3,943,338	\$ 3,943,338
Total Primary Government	\$ 32,596,831	\$ 23,306,265	\$ 397,090	\$ 1,708,941	\$ (11,127,873)	\$ 3,943,338	\$ (7,184,535)
<b>General Revenues:</b>							
Taxes:							
Property Taxes					\$ 2,365,332	\$ -	\$ 2,365,332
I-55 Allocation					619	-	619
Franchise Tax					450,851	-	450,851
Sales Tax					6,861,384	-	6,861,384
County Road and Bridge Tax					155,844	-	155,844
Railroad and Utility Tax					5,379	-	5,379
Financial Institution Tax					8,819	-	8,819
Surcharge Tax					71,744	-	71,744
Gas Tax					443,760	-	443,760
Motor Vehicle Sales Tax					141,041	-	141,041
Investment Income					18,165	21,537	39,702
Gain (Loss) on Disposal of Capital Assets					(3,334)	-	(3,334)
Other Income					224,631	24,478	249,109
Internal Balances					1,907,612	(1,907,612)	-
Total General Revenues and Transfers					\$ 12,651,847	\$ (1,861,597)	\$ 10,790,250
Change in Net Position					\$ 1,523,974	\$ 2,081,741	\$ 3,605,715
Net Position - January 1, 2022					41,390,170	64,301,178	105,691,348
Prior Period Adjustment					141,983	-	141,983
Net Position - December 31, 2022					\$ 43,056,127	\$ 66,382,919	\$ 109,439,046

See Accompanying Notes to the Basic Financial Statements.

CITY OF JACKSON, MISSOURISTATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCES -  
MODIFIED CASH BASIS - GOVERNMENTAL FUNDS

For the Year Ended December 31, 2022

	<u>General Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>			
<u>CURRENT ASSETS:</u>			
Cash	\$ 5,589,924	\$ 1,904,492	\$ 7,494,416
Restricted Cash	6,969,433	-	6,969,433
Due from Others	10,688	-	10,688
Prepaid Expense	300	-	300
	<u>                    </u>	<u>                    </u>	<u>                    </u>
TOTAL ASSETS	<u>\$ 12,570,345</u>	<u>\$ 1,904,492</u>	<u>\$ 14,474,837</u>
<u>LIABILITIES AND FUND BALANCES</u>			
<u>CURRENT LIABILITIES:</u>			
Other Payables	\$ 228,819	\$ -	\$ 228,819
Deferred Options Payable	10,000	-	10,000
Payroll Withholdings	11,220	(3,542)	7,678
	<u>                    </u>	<u>                    </u>	<u>                    </u>
TOTAL CURRENT LIABILITIES	<u>\$ 250,039</u>	<u>\$ (3,542)</u>	<u>\$ 246,497</u>
<u>LONG-TERM LIABILITIES:</u>			
Court Bonds Payable	\$ 698	\$ -	\$ 698
	<u>                    </u>	<u>                    </u>	<u>                    </u>
TOTAL LIABILITIES	<u>\$ 250,737</u>	<u>\$ (3,542)</u>	<u>\$ 247,195</u>
<u>FUND BALANCES:</u>			
Nonspendable	\$ 300	\$ -	\$ 300
Restricted	1,664,647	963,117	2,627,764
Committed	1,228,722	298,719	1,527,441
Assigned	4,081,998	646,198	4,728,196
Unassigned	5,343,941	-	5,343,941
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Fund Balances	<u>\$ 12,319,608</u>	<u>\$ 1,908,034</u>	<u>\$ 14,227,642</u>
	<u>                    </u>	<u>                    </u>	<u>                    </u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 12,570,345</u>	<u>\$ 1,904,492</u>	<u>\$ 14,474,837</u>

See Accompanying Notes to the Basic Financial Statements.

CITY OF JACKSON, MISSOURI

RECONCILIATION OF THE STATEMENT OF ASSETS,  
LIABILITIES, AND FUND BALANCES TO THE  
STATEMENT OF NET POSITION - GOVERNMENTAL FUNDS

For the Year Ended December 31, 2022

Fund Balances of Governmental Funds (Statement 3)	\$ 14,227,642
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Amounts reported for *governmental activities* in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	28,723,492
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An internal service fund is used by management to account for the usage of fuel from each fund. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	104,993
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Total Net Position of Governmental Activities (Statement 1)	<u>\$ 43,056,127</u>
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See Accompanying Notes to the Basic Financial Statements.

CITY OF JACKSON, MISSOURISTATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
MODIFIED CASH BASIS - GOVERNMENTAL FUNDS

For the Year Ended December 31, 2022

	General Fund	Other Governmental Funds	Total Governmental Funds
<u>REVENUES:</u>			
Taxes	\$ 2,816,183	\$ 650,884	\$ 3,467,067
Grants and Contributions	1,966,409	-	1,966,409
Intergovernmental	7,115,744	-	7,115,744
Charges for Services	463,259	20,723	483,982
Use of Money and Property	15,596	2,569	18,165
Miscellaneous	<u>138,279</u>	<u>8,314</u>	<u>146,593</u>
<b>TOTAL REVENUES</b>	<u>\$ 12,515,470</u>	<u>\$ 682,490</u>	<u>\$ 13,197,960</u>
<u>EXPENDITURES:</u>			
General Government	\$ 5,479,511	\$ 1,384,902	\$ 6,864,413
Public Safety	4,620,238	-	4,620,238
Judiciary and Court Related	18,255	-	18,255
Transportation	746,219	440,615	1,186,834
Culture and Recreation	<u>1,355,991</u>	<u>-</u>	<u>1,355,991</u>
<b>TOTAL EXPENDITURES</b>	<u>\$ 12,220,214</u>	<u>\$ 1,825,517</u>	<u>\$ 14,045,731</u>
<b>EXCESS (DEFICIENCY) OF REVENUES COLLECTED OVER EXPENSES PAID</b>	<u>\$ 295,256</u>	<u>\$ (1,143,027)</u>	<u>\$ (847,771)</u>
<u>OTHER FINANCING SOURCES (USES):</u>			
Operating Transfers In (Out)	<u>\$ 673,809</u>	<u>\$ 1,233,803</u>	<u>\$ 1,907,612</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>\$ 673,809</u>	<u>\$ 1,233,803</u>	<u>\$ 1,907,612</u>
<b>EXCESS (DEFICIENCY) OF REVENUES COLLECTED AND OTHER SOURCES OVER EXPENSES PAID AND OTHER USES</b>	<u>\$ 969,065</u>	<u>\$ 90,776</u>	<u>\$ 1,059,841</u>
<b>FUND BALANCE, January 1, 2022</b>	<u>11,350,543</u>	<u>1,817,258</u>	<u>13,167,801</u>
<b>FUND BALANCE, December 31, 2022</b>	<u>\$ 12,319,608</u>	<u>\$ 1,908,034</u>	<u>\$ 14,227,642</u>

See Accompanying Notes to the Basic Financial Statements.

## STATEMENT 4-A

CITY OF JACKSON, MISSOURI

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES TO THE STATEMENT  
OF ACTIVITIES - GOVERNMENTAL FUNDS

For the Year Ended December 31, 2022

Excess (Deficiency) of Revenues Collected and Other Sources Over (Under) Expenditures Paid and Other Uses (Statement 4)	\$ 1,059,841
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Amounts reported for *governmental activities* in the  
statement of activities are different because:

Government funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeded capital outlays in the current period.	481,420
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An internal service fund is used by management to account for the usage of fuel from each fund.	<u>(17,287)</u>
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Total Change in Net Position (Statement 2)	<u>\$ 1,523,974</u>
--	---------------------

See Accompanying Notes to the Basic Financial Statements.

## CITY OF JACKSON, MISSOURI

## STATEMENT OF NET POSITION - MODIFIED CASH BASIS - PROPRIETARY FUNDS

December 31, 2022

	Enterprise Funds				Total	Internal Service Fund
	Electric System	Waterworks and Sewerage System	Wastewater System	Landfill/Solid Waste Fund		
<b>ASSETS</b>						
<b>CURRENT ASSETS:</b>						
Cash	\$ 12,450,108	\$ 11,487,327	\$ -	\$ 456,885	\$ 24,394,320	\$ 365,978
Restricted Cash	-	395,424	1,094,369	-	1,489,793	-
Prepaid Expense	-	23,436	-	-	23,436	-
Due from Other Funds	187	-	-	-	187	-
Total Current Assets	<u>\$ 12,450,295</u>	<u>\$ 11,906,187</u>	<u>\$ 1,094,369</u>	<u>\$ 456,885</u>	<u>\$ 25,907,736</u>	<u>\$ 365,978</u>
<b>CAPITAL ASSETS:</b>						
Capital Assets	\$ 27,410,441	\$ 35,657,030	\$ 27,203,028	\$ 1,207,472	\$ 91,477,971	\$ -
Construction in Progress	2,858,210	401,288	2,021,454	-	5,280,952	-
Less: Accumulated Depreciation	(14,450,565)	(16,402,253)	(17,459,317)	(768,396)	(49,080,531)	-
Total Capital Assets, Net	<u>\$ 15,818,086</u>	<u>\$ 19,656,065</u>	<u>\$ 11,765,165</u>	<u>\$ 439,076</u>	<u>\$ 47,678,392</u>	<u>\$ -</u>
TOTAL ASSETS	<u>\$ 28,268,381</u>	<u>\$ 31,562,252</u>	<u>\$ 12,859,534</u>	<u>\$ 895,961</u>	<u>\$ 73,586,128</u>	<u>\$ 365,978</u>
<b>LIABILITIES</b>						
<b>CURRENT LIABILITIES:</b>						
Payroll Withholdings Payable	\$ 661	\$ 717	\$ 667	\$ 285	\$ 2,330	\$ -
Taxes Payable	25,299	-	-	-	25,299	-
Certificate of Participation, Current Portion	-	105,000	-	-	105,000	-
Lease Purchase Payable, Current Portion	-	95,000	-	-	95,000	-
Bonds Payable, Current Portion	-	770,000	-	-	770,000	-
Discount on Revenue Bonds, Current Portion	-	-	-	-	-	-
Due to Other Funds	-	187	-	-	187	-
Total Current Liabilities	<u>\$ 25,960</u>	<u>\$ 970,904</u>	<u>\$ 667</u>	<u>\$ 285</u>	<u>\$ 997,816</u>	<u>\$ -</u>
<b>LONG TERM LIABILITIES:</b>						
Customer Deposits	\$ 281,378	\$ -	\$ -	\$ -	\$ 281,378	\$ -
Lease Purchase Payable, Long-Term Portion	-	200,000	-	-	200,000	-
Certificate of Participation, Long-Term Portion	-	580,000	-	-	580,000	-
Bonds Payable, Long-Term Portion	-	5,405,000	-	-	5,405,000	-
Total Long-Term Liabilities	<u>\$ 281,378</u>	<u>\$ 6,185,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,466,378</u>	<u>\$ -</u>
TOTAL LIABILITIES	<u>\$ 307,338</u>	<u>\$ 7,155,904</u>	<u>\$ 667</u>	<u>\$ 285</u>	<u>\$ 7,464,194</u>	<u>\$ -</u>
<b>NET POSITION</b>						
Net Investment in Capital Assets	\$ 15,818,086	\$ 12,501,065	\$ 11,765,165	\$ 439,076	\$ 40,523,392	\$ -
Unrestricted	4,913,236	11,509,859	(667)	456,600	16,879,028	-
Restricted	<u>7,229,721</u>	<u>395,424</u>	<u>1,094,369</u>	<u>-</u>	<u>8,719,514</u>	<u>365,978</u>
TOTAL NET POSITION	<u>\$ 27,961,043</u>	<u>\$ 24,406,348</u>	<u>\$ 12,858,867</u>	<u>\$ 895,676</u>	<u>\$ 66,121,934</u>	<u>\$ 365,978</u>

Some amounts reported for business-type activities in the statement of net assets are different because certain internal services fund assets and liabilities are included with business-type activities.

Net assets of business-type activities

260,985  
\$ 66,382,919

See Accompanying Notes to the Basic Financial Statements.



## CITY OF JACKSON, MISSOURI

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION -  
MODIFIED CASH BASIS - PROPRIETARY FUNDS

For the Year Ended December 31, 2022

	Enterprise Funds				Total	Internal Service Fund
	Electric System	Waterworks and Sewerage System	Wastewater System	Landfill/Solid Waste Fund		
<u>OPERATING REVENUES COLLECTED:</u>						
Electric System	\$ 16,603,925	\$ -	\$ -	\$ -	\$ 16,603,925	\$ -
Waterworks and Sewerage System	-	3,164,992	-	-	3,164,992	-
Wastewater System	-	-	2,396,322	-	2,396,322	-
Solid Water Collection	-	-	-	796,666	796,666	226,648
Total Operating Revenues Collected	<u>\$ 16,603,925</u>	<u>\$ 3,164,992</u>	<u>\$ 2,396,322</u>	<u>\$ 796,666</u>	<u>\$ 22,961,905</u>	<u>\$ 226,648</u>
<u>OPERATING EXPENSES PAID:</u>						
Electric Power Plant	\$ 12,253,835	\$ -	\$ -	\$ -	\$ 12,253,835	\$ -
Electric Line Construction and Maintenance	1,539,455	-	-	-	1,539,455	-
Water Plant	-	476,993	-	-	476,993	-
Water Line Construction and Maintenance	-	879,452	-	-	879,452	-
Wastewater Operations	-	-	890,309	-	890,309	-
Solid Waste Operations	-	-	-	592,268	592,268	-
General	220,461	177,029	-	-	397,490	251,656
Depreciation	673,825	683,085	530,009	28,231	1,915,150	-
Total Operating Expenses Paid	<u>\$ 14,687,576</u>	<u>\$ 2,216,559</u>	<u>\$ 1,420,318</u>	<u>\$ 620,499</u>	<u>\$ 18,944,952</u>	<u>\$ 251,656</u>
OPERATING INCOME (LOSS)	<u>\$ 1,916,349</u>	<u>\$ 948,433</u>	<u>\$ 976,004</u>	<u>\$ 176,167</u>	<u>\$ 4,016,953</u>	<u>\$ (25,008)</u>
<u>NON-OPERATING REVENUES</u>						
<u>COLLECTED (EXPENSES PAID):</u>						
Interest Income	\$ 16,141	\$ 3,685	\$ 1,473	\$ 238	\$ 21,537	\$ -
Premium Amortization	-	1,824	-	-	1,824	-
Gain/(Loss) On Disposal of Capital Assets	-	-	-	-	-	-
Grants and Contributions	104,465	35,157	-	-	139,622	-
Transfer of Capital Assets	-	-	-	-	-	-
Miscellaneous	18,616	4,038	-	-	22,654	-
Interest Expense	-	(205,516)	-	-	(205,516)	-
Total Non-Operating Revenues Collected (Expenses Paid)	<u>\$ 139,222</u>	<u>\$ (160,812)</u>	<u>\$ 1,473</u>	<u>\$ 238</u>	<u>\$ (19,879)</u>	<u>\$ -</u>
NET INCOME (LOSS) BEFORE TRANSFERS	<u>\$ 2,055,571</u>	<u>\$ 787,621</u>	<u>\$ 977,477</u>	<u>\$ 176,405</u>	<u>\$ 3,997,074</u>	<u>\$ (25,008)</u>
<u>TRANSFERS &amp; CAPITAL CONTRIBUTIONS:</u>						
Transfers In (Out)	<u>(1,714,475)</u>	<u>318,949</u>	<u>(452,558)</u>	<u>(59,528)</u>	<u>(1,907,612)</u>	<u>-</u>
TOTAL TRANSFERS & CAPITAL CONTRIBUTIONS	<u>\$ (1,714,475)</u>	<u>\$ 318,949</u>	<u>\$ (452,558)</u>	<u>\$ (59,528)</u>	<u>\$ (1,907,612)</u>	<u>\$ -</u>
INCREASE (DECREASE) IN NET POSITION	<u>\$ 341,096</u>	<u>\$ 1,106,570</u>	<u>\$ 524,919</u>	<u>\$ 116,877</u>	<u>\$ 2,089,462</u>	<u>\$ (25,008)</u>
TOTAL NET POSITION, January 1, 2022	<u>27,619,947</u>	<u>23,299,778</u>	<u>12,333,948</u>	<u>778,799</u>	<u>64,032,472</u>	<u>390,986</u>
TOTAL NET POSITION, December 31, 20223	<u>\$ 27,961,043</u>	<u>\$ 24,406,348</u>	<u>\$ 12,858,867</u>	<u>\$ 895,676</u>	<u>\$ 66,121,934</u>	<u>\$ 365,978</u>

Some amounts reported for business-type activities in the statement of activities are different because the net revenue (expense) of certain internal service funds are reported with business-type activities.

Change in net assets of business-type activities (7,721)  
\$ 2,081,741

See Accompanying Notes to the Basic Financial Statements.

CITY OF JACKSON, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS

December 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

As discussed further in Note 1.C, these financial statements are presented on a modified cash basis of accounting. This modified basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements.

A. The Reporting Entity:

The City includes all funds relevant to the operation of the City of Jackson, Missouri. Control is determined on the basis of budget adoption, taxing authority, funding, and appointment of the governing board. All operations of the City are directly controlled by the Board of Aldermen. Separately administered organizations (Jackson Municipal Band) are reported as supplemental information. Transfers only from the City of Jackson to Jackson Municipal Band are included on the books of the City. The financial statements of the City include all funds controlled by the Board based on the following criteria.

The reporting entity consists of the City (primary government) and its component units. Component Units are legally separate organizations for which the City is financially accountable or other organizations whose nature and significant relationship with the City are such that exclusion would cause the City's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and (a) either the City's ability to impose its will on the organization or (b) there is potential for the organization to provide a financial benefit to or impose a financial burden on the City.

The basic financial statements include the financial statements of the Park Board and the Library Board as blended component units. The blended component units are, in substance, part of the City's operations, and so data from these units are combined as departments of the City's General Fund.

B. Basis of Presentation:

**Government-Wide Financial Statements**

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, inter-governmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

## **Fund Financial Statements**

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, revenues, and expenditures. Funds are organized into two major categories: governmental and proprietary. The City presently has no fiduciary funds. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

1. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10% of the corresponding total for all funds of that category or type, and
2. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5% of the corresponding total for all governmental and enterprise funds combined.

The funds of the financial reporting entity are described below:

### **Governmental Funds**

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

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are either legally restricted to expenditures for specified purposes or designated to finance particular functions or activities of the City. The City reports the following Special Revenue Funds as nonmajor funds:

<u>Fund</u>	<u>Description</u>
Road Use Tax Fund	Accounts for gasoline excise tax and special taxes legally restricted for street improvements.
Storm Water Maintenance Fund	Accounts for receipt of storm water credits related to certain types of new constructions restricted for storm water facility maintenance.
Inmate Security Fund	Accounts for receipt of municipal court costs and fines restricted for inmate security.
Health Insurance Fund	Accounts for the costs incurred by the City to provide employee health insurance.

Capital Projects Funds – Capital Projects Funds are used to account for resources restricted for the acquisition or construction of specific capital projects or items. The reporting entity includes the following capital projects fund that is reported as a nonmajor fund:

<u>Fund</u>	<u>Description</u>
I-55 Allocation Fund	Accounts for the receipt of payments in lieu of real estate taxes and local sales tax collected specifically for construction of TIF approved projects.

**Proprietary Funds**

Enterprise Fund - Enterprise Funds are used to account for business-type activities provided to the general public. These activities are financed primarily by user charges, and the measurement of financial activity focuses on net income measurement similar to the private sector. The reporting entity includes the following Enterprise Funds that are reported as major funds:

<u>Fund</u>	<u>Description</u>
Electric System Fund	Accounts for the acquisition, operation, and maintenance of the City’s electric utility facilities and services.
Waterworks and Sewerage System Fund	Accounts for the acquisition, operation, and maintenance of the City’s water utility facilities and services.
Wastewater System Fund	Accounts for the acquisition, operation, and maintenance of the City’s sewer utility facilities and services.
Landfill/Solid Waste Fund	Accounts for the operation and maintenance of the City’s solid waste services.

Internal Service Fund - The Internal Service Fund is used to account for the financing of fuel purchased and provided to other departments on a cost-reimbursement basis.

C. Measurement Focus and Basis of Accounting:

Measurement focus is a term used to describe “how” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

## **Measurement Focus**

In the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting, as defined in item 2 below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus, as applied to the modified cash basis of accounting, is used as appropriate:

1. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
2. The proprietary funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent, financial or nonfinancial) associated with their activities are reported. Proprietary fund equity is classified as net position.

## **Basis of Accounting**

In the government-wide Statement of Net Position and Statement of Activities and the fund financial statements, governmental, business-type, and component unit activities are presented using a modified cash basis of accounting. This basis recognizes assets, liabilities, net assets/fund equity, revenues, and expenditures when they result from cash transactions with a provision for depreciation in the government-wide statement and the proprietary fund statements. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

If the City utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting, while the fund financial statements for proprietary fund types would use the accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

D. Assets, Liabilities, and Equity:

**Cash and Cash Equivalents**

For the purpose of financial reporting, “cash and cash equivalents” include all demand and savings accounts and certificates of deposit or short-term investments with an original maturity of three months or less.

**Capital Assets**

The City’s modified cash basis of accounting reports capital assets resulting from cash transactions and reports depreciation where appropriate. The accounting treatment over property, plant, and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

**Government-Wide Statements**

In the government-wide financial statements, capital assets arising from cash transactions are accounted for as assets in the Statement of Net Position. All capital assets are valued at historical cost or estimated historical cost if actual is unavailable. Estimated historical cost was used to value the majority of the assets acquired prior to January 1, 2003. Infrastructure assets acquired since January 1, 2003 are recorded at cost. Infrastructure assets constructed by others and deeded to the City are recorded at their fair value when received by the City.

Depreciation of all exhaustible capital assets arising from cash transactions is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets’ estimated useful lives using the straight-line method of depreciation. A capitalization threshold of \$5,000 is used to report capital assets. The range of estimated useful lives by type of asset is as follows:

Buildings and Leasehold Improvement	15-50 years
Equipment and Vehicles	5-20 years
Infrastructure	30-50 years

**Fund Financial Statements**

In the fund financial statements, capital assets arising from cash transactions acquired for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets acquired for use in proprietary fund operations are accounted for the same as in the government-wide statements.

## **Long-Term Debt**

All long-term debt arising from cash basis transactions to be repaid from governmental and business-type resources is reported as liabilities in the government-wide statements. Long-term debt arising from cash basis transactions of governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for proprietary funds is the same in the fund financial statements as the treatment in the government-wide statements.

## **Equity Classification**

Government-Wide Statements - Equity is classified as net position and displayed in three components:

1. Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.
2. Restricted net position - Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
3. Unrestricted net position - All other net assets that do not meet the definition of “restricted” or “net investment in capital assets.”

It is the City’s policy to first use restricted net position prior to the use of unrestricted net position when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

Fund Financial Statements - The City uses the following classifications of fund balance to describe the relative strength of spending constraints placed on the purposes for which resources can be used:

1. Nonspendable fund balance - amounts that are not in a spendable form (such as prepaids) or are required to be maintained intact;
2. Restricted fund balance - amounts constrained to specific purposes by their providers (such as grantors, bond holders, and higher levels of government), through constitutional provisions, or by enabling legislation;
3. Committed fund balance - amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint;

4. Assigned fund balance - amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
5. Unassigned fund balance - amounts that are available for any purpose; positive amounts reported only in the general fund.

The City Board of Alderman establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund (such as for special incentives). Assigned fund balance is established by the Board of Aldermen through adoption or amendment of the budget as intended for a specific purpose (such as the purchase of fixed assets, construction, debt service, or for other purposes).

E. Revenues, Expenditures, and Expenses:

**Program Revenues**

In the Statement of Activities, modified cash basis revenues that are derived directly from each activity or from parties outside the City’s taxpayers are reported as program revenues. The City has the following program revenues in each activity:

<u>Revenue</u>	<u>Source</u>
General Government	Building Applications, Permits and Fees, Business License, Fund Receipts, Cemetery Receipts, and Grant Revenue
Public Safety	Grant Revenue, Court Costs and Fines
Transportation	Grant Receipts
Culture and Recreation	Pavilion Permits, Gate and Concession Stand Receipts, and Grant Revenue

All other governmental revenues are reported as general. All taxes are classified as general revenue even if restricted for a specific purpose.

**Operating Revenue and Expenses**

Operating revenues and expenses for proprietary funds and the similar discretely presented component unit result from providing services and producing and delivering goods and/or services. They also include all revenues and expenses not related to capital and related financing, non-capital financing, or investing activities.



F. Internal and Interfund Balances and Activities:

In the process of aggregating the financial information for the government-wide Statement of Net Assets and Statement of Activities, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

**Fund Financial Statements**

Interfund activity, if any, within and among the governmental and proprietary fund categories is reported as follows in the fund financial statements:

1. Interfund loans - Amounts provided with a requirement for repayment are reported as interfund receivables and payables.
2. Interfund services - Sales or purchases of goods and services between funds are reported as revenues and expenditures/expenses.
3. Interfund reimbursements - Repayments from funds responsible for certain expenditures/expenses to the funds that initially paid for them are not reported as reimbursements but as adjustments to expenditures/expenses in the respective funds.
4. Interfund transfers - Flow of assets from one fund to another where repayment is not expected are reported as transfers in and out.

**Government-Wide Financial Statements**

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

1. Internal balances - Amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the governmental and business-type activities columns of the Statement of Net Position, except for the net residual amounts due between governmental and business-type activities, which are reported as Internal Balances.
2. Internal activities - Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities, except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers-Internal Activities. The effects of interfund services between funds, if any, are not eliminated in the Statement of Activities.

G. Unemployment Insurance:

The City has elected to reimburse the state of Missouri for any unemployment claims paid instead of making quarterly contributions to the state.

H. Vacation and Sick Pay:

The City permits employees to accumulate a limited amount of earned but unused vacation and sick leave. Vacation time and sick leave are considered as expenditures in the year paid. Compensation will not be paid in lieu of actually taking a vacation. Accumulated vacation time is paid if employment is terminated. The accrued vacation time payable is not recorded in the financial statements since the cash basis of accounting is employed. Although the possibility that all employees will terminate in the upcoming year is remote, management estimates the potential liability at December 31, 2022 would have been \$159,451.

I. Total Columns on Combined Fund Financial Statements:

Total columns on the combined statements are captioned “Memorandum Only” to indicate that they are presented for analytical purposes only. Amounts in these columns do not present financial position, results of operations, or changes in financial position in conformity with accounting principles generally accepted in the United States of America. Neither are these amounts comparable to a consolidation. Interfund eliminations have not been made in computing these amounts.

J. Revenue Recognition - Property Taxes:

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1 and are payable by December 31. All unpaid taxes levied November 1 become delinquent January 1 of the following year. Property tax rates for 2022 were levied on August 15, 2022. Taxes recorded in these financial statements are from the 2021 and prior tax levies.

K. Non-Cash Transactions:

Capital assets of the Proprietary Funds are often acquired by an appropriate fund with available cash. The value of these assets is then transferred to the Operations and Maintenance Funds, where they are capitalized.

L. Deposits:

City officials have not adopted formal investment policies for City monies. However, the City has determined through experience that checking accounts, passbook savings accounts, and certificates of deposit are appropriate types of accounts or instruments for its needs.

The City maintains at least one separate cash account for each fund. Each fund type’s cash is displayed on the combined statement of assets, liabilities, and fund balances arising from cash transactions as “Cash” and “Restricted Cash” under each fund’s caption. The deposits held at December 31, 2022 are as follows:

Deposits	
Demand Deposits	\$ 17,043,317
Interest Bearing Deposit Accounts	<u>23,669,266</u>
Total Deposits	<u>\$ 40,712,583</u>

The City holds petty cash of \$1,357.

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City does not have a deposit policy for custodial credit risk. As of December 31, 2022, the bank balance was \$41,600,775, and there was no exposure to custodial credit risk.

Reconciliation to Statement of Net Position:

Cash	\$ 32,254,714
Restricted Cash	8,459,226
Petty Cash	<u>(1,357)</u>
Total Deposits	<u>\$ 40,712,583</u>

M. Pensions:

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

N. Subsequent Events:

In preparing these financial statements, the City has evaluated events and transactions for potential recognition or disclosure through June 13, 2023, the date the financial statements were available to be issued.

2. RETIREMENT PLAN

General Information about the Pension Plan

A. 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 multi-employer, statewide public employee pension plan established in 1967 and administered in accordance with RSMo. 70.600-70.755. As such, it is LAGERS' responsibility to administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401(a) and is tax exempt. The responsibility for the operations and administration of LAGERS is vested in the LAGERS Board of Trustees consisting of seven persons. LAGERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by accessing the LAGERS website at [www.molagers.org](http://www.molagers.org).

B. Benefits Provided:

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

	<u>February 28, 2022 Valuation</u>
Benefit Multiplier:	2% for Life
Final Average Salary:	3 Years
Member Contributions:	0%

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

C. Contributions:

The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance an unfunded accrued liability. Full-time employees of the employer do not contribute to the pension plan. Employer contribution rates are 12.6% (General), 15.5% (Police), and 17.8% (Fire) of annual covered payroll.

3. LONG-TERM DEBT

Missouri statutes limit the amount of general obligation debt that a city can issue to a percentage of the total assessed value of taxable property located within that city's boundaries. The legal debt margin for the City of Jackson is \$55,845,465.

Long-term debt outstanding at December 31, 2022 consisted of the following:

Business-Type Activities:

Combined Waterworks and Sewerage System Revenue Bonds Series 2019	\$ 3,210,000
Combined Waterworks and Sewerage System Revenue Bonds Series 2016	2,710,000
Equipment Lease Purchase Agreement Series 2015	295,000
Certificates of Participation Series 2013	685,000
Combined Waterworks and Sewerage System Revenue Bonds Series 2002A	<u>255,000</u>
Total	<u>\$ 7,155,000</u>

Following is a summary of changes in long-term debt for the year ended December 31, 2022:

Long-Term Debt, January 1, 2022	\$ 8,100,000
Additions	-0-
Retirements	<u>(945,000)</u>
Long-Term Debt, December 31, 2022	<u>\$ 7,155,000</u>

Combined Waterworks and Sewerage System Revenue Bonds Series 2019 in the original amount of \$4,000,000, dated February 5, 2019. The outstanding balance due at December 31, 2022 was \$3,210,000 bearing interest and maturing as follows:

<u>Due Date</u>	<u>Rate</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
01/01/2023			\$ 49,595	\$ 49,595
07/01/2023	3.090%	\$ 250,000	49,595	299,595
01/01/2024			45,732	45,732
07/01/2024	3.090%	255,000	45,732	300,732
01/01/2025			41,792	41,792
07/01/2025	3.090%	265,000	41,792	306,792
01/01/2026			37,698	37,698
07/01/2026	3.090%	275,000	37,698	312,698
01/01/2027			33,449	33,449
07/01/2027	3.090%	280,000	33,449	313,449
01/01/2028			29,123	29,123
07/01/2028	3.090%	290,000	29,123	319,123
01/01/2029			24,643	24,643
07/01/2029	3.090%	300,000	24,643	324,643
01/01/2030			20,007	20,007
07/01/2030	3.090%	310,000	20,007	330,007
01/01/2031			15,218	15,218
07/01/2031	3.090%	320,000	15,218	335,218
01/01/2032			10,274	10,274
07/01/2032	3.090%	325,000	10,274	335,274
01/01/2033			5,253	5,253
07/01/2033	3.090%	<u>340,000</u>	<u>5,253</u>	<u>345,253</u>
		<u>\$3,210,000</u>	<u>\$625,568</u>	<u>\$3,835,568</u>

Combined Waterworks and Sewerage System Revenue Bonds Series 2016 in the original amount of \$4,000,000, dated April 12, 2016. The outstanding balance due at December 31, 2022 was \$2,710,000 bearing interest and maturing as follows:

<u>Due Date</u>	<u>Rate</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
01/01/2023			\$ 31,707	\$ 31,707
07/01/2023	2.340%	\$ 265,000	31,707	296,707
01/01/2024			28,607	28,607
07/01/2024	2.340%	275,000	28,607	303,607
01/01/2025			25,389	25,389
07/01/2025	2.340%	280,000	25,389	305,389
01/01/2026			22,113	22,113
07/01/2026	2.340%	290,000	22,113	312,113
01/01/2027			18,720	18,720
07/01/2027	2.340%	300,000	18,720	318,720
01/01/2028			15,210	15,210
07/01/2028	2.340%	310,000	15,210	325,210
01/01/2029			11,583	11,583
07/01/2029	2.340%	320,000	11,583	331,583
01/01/2030			7,839	7,839
07/01/2030	2.340%	330,000	7,839	337,839
01/01/2031			3,978	3,978
07/01/2031	2.340%	<u>340,000</u>	<u>3,978</u>	<u>343,978</u>
		<u>\$2,710,000</u>	<u>\$330,292</u>	<u>\$3,040,292</u>

Certificates of Participation Series 2013 in the original amount of \$1,550,000, dated April 17, 2013. The outstanding balance due at December 31, 2022 was \$685,000 bearing interest and maturing as follows:

<u>Due Date</u>	<u>Rate</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
05/1/2023			\$ 10,950	\$ 10,950
11/1/2023	3.000%	\$ 105,000	10,950	115,950
05/1/2024			9,375	9,375
11/1/2024	3.000%	110,000	9,375	119,375
05/1/2025			7,725	7,725
11/1/2025	3.000%	110,000	7,725	117,725
05/1/2026			6,075	6,075
11/1/2026	3.375%	115,000	6,075	121,075
05/1/2027			4,134	4,134
11/1/2027	3.375%	120,000	4,134	124,134
05/1/2028			2,109	2,109
11/1/2028	3.375%	<u>125,000</u>	<u>2,109</u>	<u>127,109</u>
		<u>\$ 685,000</u>	<u>\$ 80,736</u>	<u>\$ 765,736</u>

Certificates of Participation Series 2015 in the original amount of \$905,000, dated October 1, 2015. The outstanding balance due at December 31, 2022 was \$295,000 bearing interest and maturing as follows:

<u>Due Date</u>	<u>Rate</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
03/01/23			\$ 3,363	\$ 3,363
09/01/23	2.280%	\$ 95,000	3,363	98,363
03/01/24			2,280	2,280
09/01/24	2.280%	100,000	2,280	102,280
03/01/25			1,140	1,140
09/01/25	2.280%	<u>100,000</u>	<u>1,140</u>	<u>101,140</u>
		<u>\$ 295,000</u>	<u>\$ 13,566</u>	<u>\$ 308,566</u>

Combined Waterworks and Sewerage System Revenue Bonds (State Revolving Fund Program) Series 2002A in the original amount of \$4,245,000, dated May 1, 2002. The outstanding balance due at December 31, 2022 was \$255,000 bearing interest and maturing as follows:

<u>Due Date</u>	<u>Rate</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
01/01/23	5.150%	<u>\$ 255,000</u>	<u>\$ 6,566</u>	<u>\$ 261,566</u>
		<u>\$ 255,000</u>	<u>\$ 6,566</u>	<u>\$ 261,566</u>

#### 4. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2022 was as follows:

	<u>Governmental Activities</u>			
	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets Not Being Depreciated:				
Land, Improvements, and Construction in Progress	\$ 2,701,355	\$ 703,280	\$ -0-	\$ 3,404,635
Other Assets	<u>68,917,543</u>	<u>1,550,032</u>	<u>(39,214)</u>	<u>70,428,361</u>
Total Assets at Historical Cost	\$ 71,618,898	\$ 2,253,312	\$ (39,214)	\$ 73,832,996
Less Accumulated Depreciation	<u>(43,518,809)</u>	<u>(1,626,575)</u>	<u>35,880</u>	<u>(45,109,504)</u>
Capital Assets, Net	<u>\$ 28,100,089</u>	<u>\$ 626,737</u>	<u>\$ (3,334)</u>	<u>\$ 28,723,492</u>

	<u>Business-Type Activities</u>			<u>Ending Balance</u>
	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	
Capital Assets Not Being Depreciated:				
Land, Improvements, and Construction in Progress	\$ 6,796,503	\$2,991,761	\$(3,315,599)	\$ 6,472,665
Equipment	8,669,329	334,237	(121,155)	8,882,411
Plant	<u>78,033,696</u>	<u>3,398,797</u>	<u>(52,937)</u>	<u>81,379,556</u>
Total Assets at Historical Costs	\$ 93,499,528	\$6,724,795	\$(3,489,691)	\$ 96,734,632
Less Accumulated				
Depreciation	<u>(47,315,181)</u>	<u>(1,915,151)</u>	<u>174,092</u>	<u>(49,056,240)</u>
Capital Assets, Net	<u>\$ 46,184,347</u>	<u>\$4,809,644</u>	<u>\$(3,315,599)</u>	<u>\$ 47,678,392</u>

Depreciation was charged to functions as follows:

Governmental Activities:

General Government	\$ 57,824
Public Safety	477,543
Judicial and Court Related	-0-
Transportation	782,752
Culture and Recreation	<u>277,465</u>
Total Depreciation Expense	<u>\$ 1,595,584</u>

Business-Type Activities:

Electric System	\$ 673,825
Waterworks and Sewerage System	683,085
Wastewater System	530,009
Landfill/Solid Waste	<u>28,231</u>
Total Depreciation Expense	<u>\$ 1,915,150</u>

5. RESTRICTED FUNDS

Ordinances require that 60% of funds deposited to Water Surplus in the Water and Sewer Enterprise Account must be used to redeem bonds before maturity or to extend and improve the system. For the current year, the restricted amount is computed as follows:

60% of the Distribution of Net Operating Revenue for the Year Ended December 31, 2022	\$ 313,493
Amount, Subject to Above Restrictions, at December 31, 2021	<u>(224,282)</u>
Subtotal	\$ 89,211
Less Amount Expended in Connection with Systems	<u>1,577,514</u>
Restricted Net Position-Water Surplus	<u><u>\$(1,488,303)</u></u>



Restricted Net Position Balances are as follows:

Electric Capital Projects Accounts	\$7,229,721
Water and Sewer Revenue Bond Account	285,421
Water and Sewer Depreciation Reserve Account	30,000
Water and Sewer Bond Reserve Account	50,003
Water and Sewer Contingent Account	30,000
Wastewater Replacement Account	<u>1,094,369</u>
Total Restricted Net Position	<u>\$8,719,514</u>

The following Government Fund Balance constraints are also in effect:

Restricted

Road Use Tax	\$ 963,117
Fire Protection Sales Tax	3,333
Transportation Sales Tax	1,441,768
Recreational Sales Tax	218,546
Public Safety Sales Tax	1,000
Community Development Block Grant	<u>-0-</u>
Total Restricted	<u>\$2,627,764</u>

Committed

Storm Water Maintenance	\$ 282,540
I-55 Allocation	697
Inmate Security	15,482
Cemetery	929,068
City Park	178,217
Public Park Foundation	117,820
Equitable Sharing	<u>3,617</u>
Total Committed	<u>\$1,527,441</u>

Assigned

Sales Tax	\$4,045,497
Health Insurance	646,198
Recreational Development	<u>36,501</u>
Total Assigned	<u>\$4,728,196</u>

6. RISKS OF LOSS

The City is exposed to risks of loss through claims on property owned, damage to property owned, official and employee liability, workers' compensation claims, and risk of loss of employee or individual injury. The City handles these risks of loss through the purchase of commercial insurance policies. There was no significant reduction in insurance coverage during the year. Claims have not exceeded coverage in each of the last three years.

The City is insured under a retrospectively-rated policy for workers' compensation coverage, where the initial premium may be adjusted based on actual experience. Adjustments in premiums are recorded when paid or received. During the year ended December 31, 2022, there were no significant adjustments in premiums based on actual experience.

7. 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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

8. COMMITMENTS

At December 31, 2022, the City was committed to the following significant projects:

Project	Amount Committed	Expended by December 31, 2022	Remaining Commitment as of December 31, 2022
Wastewater Facility Plan Implementation Project	\$ 1,561,000	\$ 801,400	\$ 759,600
North High St. & Deerwood Drive Roundabout	355,741	-	355,741
Hubble Creek Recreation Trail Project	101,000	22,670	78,330
Old Orchard Road 34.5KV Substation East (I-55 Electrical Substation) Build Out Project	1,651,557	107,360	1,544,197
Old Orchard Road 34.5KV Substation East (I-55 Electrical Substation) Transmission Project	2,189,959	-	2,189,959
Kimbeland Pump Station Upgrade Restroom No. 1 Building Replacement Project	2,042,345	593,657	1,448,688
Generator Controls Upgrade Project	332,477	-	332,477
Wedekind 73 Pole Replacement Project	212,413	28,602	183,811
W. Mary St. Bridge & Sidewalks Water System Facility Plan Implementation Project, Phase 2, Project 2D	357,125	119,591	237,534
Soccer Park Phase 1 Drainage Improvement Project	1,643,870	718,942	924,928
Jackson Fire Department Building Renovation Project	1,269,000	-	1,269,000
	62,437	-	62,437
	1,000,000	-	1,000,000
	<u>\$ 12,778,924</u>	<u>\$ 2,392,222</u>	<u>\$ 10,386,702</u>

At December 31, 2022, the City was committed to the purchase of a 2022 Ford F550 with bed modifications. \$59,450 has been spent as of December 31, 2022 on the total commitment of \$179,079, leaving \$119,629 as the remaining commitment.

9. TAX ABATEMENT

The County is authorized under the provisions of Article VI, Section 27(b) of the Missouri Constitution and Sections 100.010 through 100.200, RSMo to purchase and improve projects and to issue industrial development revenue bonds for the purpose of providing funds to pay the costs of the projects. So long as the County owns title to the project, the project will be exempt from ad valorem taxes on real property. During the 10-year period of tax abatement (2012 through 2022), the lessee of the property has agreed to pay payments in lieu of taxes (PILOTS) equal to 50% of the actual real property taxes that would have otherwise been payable with respect to the project.

During the year ended December 31, 2022, the taxes applicable to the City that were abated totaled \$3,512 under the agreement noted above. This lessee is the only company or individual with taxable property located within the City that received an abatement during 2022.

10. PRIOR PERIOD ADJUSTMENT

A Transportation Fund plat for McKendree Crossing Phase 1 was not recorded on the June 18, 2018 acquisition. The prior year fund balance has been increased by \$141,983 to reflect this change.

SUPPLEMENTAL INFORMATION

## CITY OF JACKSON, MISSOURI

BUDGETARY COMPARISON SCHEDULE - MODIFIED  
CASH BASIS - GENERAL FUND

For the Year Ended December 31, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Taxes	\$ 3,151,371	\$ 3,249,524	\$ 2,816,183	\$ (433,341)
Grants and Contributions	232,500	232,500	1,966,409	1,733,909
Intergovernmental	4,172,555	4,172,555	7,115,744	2,943,189
Charges for Services	358,500	358,500	463,259	104,759
Use of Money and Property	37,600	37,600	15,596	(22,004)
Miscellaneous	<u>38,525</u>	<u>38,525</u>	<u>138,279</u>	<u>99,754</u>
TOTAL REVENUES	<u>\$ 7,991,051</u>	<u>\$ 8,089,204</u>	<u>\$ 12,515,470</u>	<u>\$ 4,426,266</u>
<u>EXPENDITURES:</u>				
General Government	\$ 6,557,050	\$ 6,633,611	\$ 5,479,511	\$ 1,154,100
Public Safety	4,451,942	4,550,094	4,620,238	(70,144)
Judiciary and Court Related	22,070	22,070	18,255	3,815
Transportation	733,234	733,234	746,219	(12,985)
Culture and Recreation	<u>1,027,487</u>	<u>1,027,487</u>	<u>1,355,991</u>	<u>(328,504)</u>
TOTAL EXPENDITURES	<u>\$ 12,791,783</u>	<u>\$ 12,966,496</u>	<u>\$ 12,220,214</u>	<u>\$ 746,282</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (4,800,732)</u>	<u>\$ (4,877,292)</u>	<u>\$ 295,256</u>	<u>\$ 5,172,548</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Operating Transfers In (Out)	<u>\$ (3,627,778)</u>	<u>\$ (3,773,431)</u>	<u>\$ 673,809</u>	<u>\$ 4,447,240</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>\$ (3,627,778)</u>	<u>\$ (3,773,431)</u>	<u>\$ 673,809</u>	<u>\$ 4,447,240</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ (8,428,510)</u>	<u>\$ (8,650,723)</u>	<u>\$ 969,065</u>	<u>\$ 9,619,788</u>
FUND BALANCE, January 1, 2022			<u>9,853,698</u>	
FUND BALANCE, December 31, 2022			<u>\$ 10,822,763</u>	

See Accompanying Notes to Budgetary Comparison Schedules.

CITY OF JACKSON, MISSOURI

NOTES TO BUDGETARY COMPARISON SCHEDULE

December 31, 2022

1. BUDGETARY INFORMATION

The Budgetary Comparison Schedule presented as supplemental information presents comparisons of legally adopted budgets with the actual data. Budgetary data is developed using the cash basis of accounting, which is an accounting basis other than accounting principles generally accepted in the United States of America.

On December 20, 2021, a public hearing was held in connection with adoption of the proposed budget for 2022. Excess disbursements and transfers were formally approved by budget amendment by the Board of Aldermen on February 6, 2023.

ADDITIONAL SUPPLEMENTARY INFORMATION

## EXHIBIT 1

## CITY OF JACKSON, MISSOURI

COMBINING STATEMENT OF ASSETS, LIABILITIES, AND  
FUND BALANCES - MODIFIED CASH BASIS - ALL GENERAL FUND DEPARTMENTS

December 31, 2022

	General	Municipal Court	Band	Cemetery	ARPA Grant Fund	City Park	Public Park Foundation
<u>ASSETS</u>							
<u>CURRENT ASSETS:</u>							
Cash	\$ 2,702,128	\$ -	\$ -	\$ -	\$ 2,880,846	\$ -	\$ -
Restricted Cash	-	698	-	929,068	-	178,535	117,820
Due from Others	10,688	-	-	-	-	-	-
Prepaid Expense	-	-	-	131	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 2,712,816</b>	<b>\$ 698</b>	<b>\$ -</b>	<b>\$ 929,199</b>	<b>\$ 2,880,846</b>	<b>\$ 178,535</b>	<b>\$ 117,820</b>
<u>LIABILITIES AND FUND BALANCES</u>							
<u>CURRENT LIABILITIES:</u>							
Payroll Withholdings Payable	\$ 10,902	\$ -	\$ -	\$ -	\$ -	\$ 318	\$ -
Deferred Options Payable	10,000	-	-	-	-	-	-
Other Payables	228,819	-	-	-	-	-	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>\$ 249,721</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 318</b>	<b>\$ -</b>
<u>LONG-TERM LIABILITIES:</u>							
Court Bonds Payable	\$ -	\$ 698	\$ -	\$ -	\$ -	\$ -	\$ -
<b>TOTAL LIABILITIES</b>	<b>\$ 249,721</b>	<b>\$ 698</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 318</b>	<b>\$ -</b>
<u>FUND BALANCES:</u>							
Nonspendable	\$ -	\$ -	\$ -	\$ 131	\$ -	\$ -	\$ -
Restricted	-	-	-	-	-	-	-
Committed	-	-	-	929,068	-	178,217	117,820
Assigned	-	-	-	-	-	-	-
Unassigned	2,463,095	-	-	-	2,880,846	-	-
<b>Total Fund Balances</b>	<b>\$ 2,463,095</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 929,199</b>	<b>\$ 2,880,846</b>	<b>\$ 178,217</b>	<b>\$ 117,820</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 2,712,816</b>	<b>\$ 698</b>	<b>\$ -</b>	<b>\$ 929,199</b>	<b>\$ 2,880,846</b>	<b>\$ 178,535</b>	<b>\$ 117,820</b>

See Independent Auditors' Report.



EXHIBIT 1

Recreational Development	Equitable Sharing	Sales Tax	Transportation Sales Tax	Recreational Sales Tax	Fire Protection Sales Tax	Public Safety Sales Tax	Community Development Block Grant	Total
\$ -	\$ 3,617	\$ -	\$ -	\$ -	\$ 3,333	\$ -	\$ -	\$ 5,589,924
36,501	-	4,045,497	1,441,768	218,546	-	1,000	-	6,969,433
-	-	-	-	-	-	-	-	10,688
<u>73</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>96</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>300</u>
<u>\$ 36,574</u>	<u>\$ 3,617</u>	<u>\$ 4,045,497</u>	<u>\$ 1,441,768</u>	<u>\$ 218,642</u>	<u>\$ 3,333</u>	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ 12,570,345</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,220
-	-	-	-	-	-	-	-	10,000
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>228,819</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 250,039</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 698
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ 250,737</u>
\$ 73	\$ -	\$ -	\$ -	\$ 96	\$ -	\$ -	\$ -	\$ 300
-	-	-	1,441,768	218,546	3,333	1,000	-	1,664,647
-	3,617	-	-	-	-	-	-	1,228,722
36,501	-	4,045,497	-	-	-	-	-	4,081,998
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,343,941</u>
<u>\$ 36,574</u>	<u>\$ 3,617</u>	<u>\$ 4,045,497</u>	<u>\$ 1,441,768</u>	<u>\$ 218,642</u>	<u>\$ 3,333</u>	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ 12,319,608</u>
<u>\$ 36,574</u>	<u>\$ 3,617</u>	<u>\$ 4,045,497</u>	<u>\$ 1,441,768</u>	<u>\$ 218,642</u>	<u>\$ 3,333</u>	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ 12,570,345</u>

See Independent Auditors' Report.

## EXHIBIT 2

## CITY OF JACKSON, MISSOURI

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - MODIFIED CASH BASIS - ALL GENERAL FUND DEPARTMENTS

For the Year Ended December 31, 2022

	General	Municipal Court	Band	Cemetery	ARPA Grant Fund	City Park	Public Park Foundation
<b>REVENUES:</b>							
Taxes	\$ 2,062,012	\$ -	\$ 208,102	\$ 208,102	\$ -	\$ 337,967	\$ -
Grants and Contributions	420,802	-	-	-	1,525,693	3,302	14,547
Intergovernmental	58,537	-	7,562	7,562	-	12,281	-
Charges for Services	158,372	-	-	112,300	-	7,298	-
Use of Money and Property	4,918	-	-	1,122	20	-	-
Miscellaneous	131,980	-	-	-	-	6,299	-
<b>TOTAL REVENUES</b>	<b>\$ 2,836,621</b>	<b>\$ -</b>	<b>\$ 215,664</b>	<b>\$ 329,086</b>	<b>\$ 1,525,713</b>	<b>\$ 367,147</b>	<b>\$ 14,547</b>
<b>EXPENDITURES:</b>							
General Government	\$ 2,224,063	\$ -	\$ -	\$ 178,758	\$ 141,712	\$ -	\$ -
Public Safety	4,620,238	-	-	-	-	-	-
Judiciary and Court Related	18,255	-	-	-	-	-	-
Transportation	743,139	-	-	-	-	-	-
Public Health	-	-	-	-	-	-	-
Culture and Recreation	-	-	278,683	-	-	478,392	34,865
<b>TOTAL EXPENDITURES</b>	<b>\$ 7,605,695</b>	<b>\$ -</b>	<b>\$ 278,683</b>	<b>\$ 178,758</b>	<b>\$ 141,712</b>	<b>\$ 478,392</b>	<b>\$ 34,865</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>\$ (4,769,074)</b>	<b>\$ -</b>	<b>\$ (63,019)</b>	<b>\$ 150,328</b>	<b>\$ 1,384,001</b>	<b>\$ (111,245)</b>	<b>\$ (20,318)</b>
<b>OTHER FINANCING SOURCES (USES):</b>							
Operating Transfers In (Out)	\$ 4,856,940	\$ -	\$ (2,973)	\$ (43,433)	\$ -	\$ 141,689	\$ -
Gain (Loss) on Disposal of Assets	-	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>\$ 4,856,940</b>	<b>\$ -</b>	<b>\$ (2,973)</b>	<b>\$ (43,433)</b>	<b>\$ -</b>	<b>\$ 141,689</b>	<b>\$ -</b>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</b>	<b>\$ 87,866</b>	<b>\$ -</b>	<b>\$ (65,992)</b>	<b>\$ 106,895</b>	<b>\$ 1,384,001</b>	<b>\$ 30,444</b>	<b>\$ (20,318)</b>
FUND BALANCE, January 1, 2022	2,375,229	-	65,992	822,304	1,496,845	147,773	138,138
FUND BALANCE, December 31, 2022	\$ 2,463,095	\$ -	\$ -	\$ 929,199	\$ 2,880,846	\$ 178,217	\$ 117,820

See Independent Auditors' Report.

EXHIBIT 2

Recreational Development	Equitable Sharing	Sales Tax	Transportation Sales Tax	Recreational Sales Tax	Fire Protection Sales Tax	Public Safety Sales Tax	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,816,183
2,065	-	-	-	-	-	-	1,966,409
-	-	2,840,913	1,508,756	670,118	670,167	1,339,848	7,115,744
86,475	-	-	-	98,814	-	-	463,259
-	-	5,767	3,769	-	-	-	15,596
-	-	-	-	-	-	-	138,279
<u>\$ 88,540</u>	<u>\$ -</u>	<u>\$ 2,846,680</u>	<u>\$ 1,512,525</u>	<u>\$ 768,932</u>	<u>\$ 670,167</u>	<u>\$ 1,339,848</u>	<u>\$ 12,515,470</u>
\$ -	\$ -	\$ 732,905	\$ 2,202,073	\$ -	\$ -	\$ -	\$ 5,479,511
-	-	-	-	-	-	-	4,620,238
-	-	-	-	-	-	-	18,255
-	-	-	3,080	-	-	-	746,219
-	-	-	-	-	-	-	-
<u>206,995</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>357,056</u>	<u>-</u>	<u>-</u>	<u>1,355,991</u>
<u>\$ 206,995</u>	<u>\$ -</u>	<u>\$ 732,905</u>	<u>\$ 2,205,153</u>	<u>\$ 357,056</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,220,214</u>
\$ (118,455)	\$ -	\$ 2,113,775	\$ (692,628)	\$ 411,876	\$ 670,167	\$ 1,339,848	\$ 295,256
\$ 150,000	\$ -	\$ (1,500,000)	\$ (558,450)	\$ (359,949)	\$ (670,167)	\$ (1,339,848)	\$ 673,809
-	-	-	-	-	-	-	-
<u>\$ 150,000</u>	<u>\$ -</u>	<u>\$ (1,500,000)</u>	<u>\$ (558,450)</u>	<u>\$ (359,949)</u>	<u>\$ (670,167)</u>	<u>\$ (1,339,848)</u>	<u>\$ 673,809</u>
\$ 31,545	\$ -	\$ 613,775	\$ (1,251,078)	\$ 51,927	\$ -	\$ -	\$ 969,065
<u>5,029</u>	<u>3,617</u>	<u>3,431,722</u>	<u>2,692,846</u>	<u>166,715</u>	<u>3,333</u>	<u>1,000</u>	<u>11,350,543</u>
<u>\$ 36,574</u>	<u>\$ 3,617</u>	<u>\$ 4,045,497</u>	<u>\$ 1,441,768</u>	<u>\$ 218,642</u>	<u>\$ 3,333</u>	<u>\$ 1,000</u>	<u>\$ 12,319,608</u>

See Independent Auditors' Report.

## CITY OF JACKSON, MISSOURI

COMBINING STATEMENT OF ASSETS, LIABILITIES, AND FUND  
BALANCES - MODIFIED CASH BASIS - NONMAJOR GOVERNMENTAL FUNDS

December 31, 2022

	Road Use Tax Fund	Storm Water Maintenance Fund	I-55 Allocation Fund	Inmate Security Fund	Health Insurance Fund	Total
<u>ASSETS</u>						
<u>CURRENT ASSETS:</u>						
Cash	\$ 963,117	\$ 282,540	\$ 697	\$ 15,482	\$ 642,656	\$ 1,904,492
TOTAL ASSETS	\$ 963,117	\$ 282,540	\$ 697	\$ 15,482	\$ 642,656	\$ 1,904,492
<u>LIABILITIES AND FUND BALANCE</u>						
<u>LIABILITIES</u>						
Payroll Withholdings Payable	\$ -	\$ -	\$ -	\$ -	\$ (3,542)	\$ (3,542)
<u>FUND BALANCE:</u>						
Restricted	\$ 963,117	\$ -	\$ -	\$ -	\$ -	\$ 963,117
Committed	-	282,540	697	15,482	-	298,719
Assigned	-	-	-	-	646,198	646,198
TOTAL FUND BALANCE	\$ 963,117	\$ 282,540	\$ 697	\$ 15,482	\$ 646,198	\$ 1,908,034
TOTAL LIABILITIES AND FUND BALANCE	\$ 963,117	\$ 282,540	\$ 697	\$ 15,482	\$ 642,656	\$ 1,904,492

See Independent Auditors' Report.

CITY OF JACKSON, MISSOURICOMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND  
BALANCES - MODIFIED CASH BASIS - NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended December 31, 2022

	Road Use Tax Fund	Storm Water Maintenance Fund	I-55 Allocation Fund	Inmate Security Fund	Health Insurance Fund	Totals
<u>REVENUES:</u>						
Taxes	\$ 650,265	\$ -	\$ 619	\$ -	\$ -	\$ 650,884
Charges for Services	-	-	-	1,694	19,029	20,723
Use of Money and Property	1,708	187	673	-	1	2,569
Miscellaneous	-	8,314	-	-	-	8,314
<b>TOTAL REVENUES</b>	<b>\$ 651,973</b>	<b>\$ 8,501</b>	<b>\$ 1,292</b>	<b>\$ 1,694</b>	<b>\$ 19,030</b>	<b>\$ 682,490</b>
<u>EXPENDITURES:</u>						
Transportation	\$ 440,615	\$ -	\$ -	\$ -	\$ -	\$ 440,615
Culture and Recreation	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
General Government	-	-	-	-	1,384,902	1,384,902
<b>TOTAL EXPENDITURES</b>	<b>\$ 440,615</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,384,902</b>	<b>\$ 1,825,517</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>\$ 211,358</b>	<b>\$ 8,501</b>	<b>\$ 1,292</b>	<b>\$ 1,694</b>	<b>\$ (1,365,872)</b>	<b>\$ (1,143,027)</b>
<u>OTHER FINANCING SOURCES (USES):</u>						
Operating Transfers In	\$ -	\$ -	\$ -	\$ -	\$ 1,633,098	\$ 1,633,098
Operating Transfers (Out)	(230,000)	-	(169,295)	-	-	(399,295)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>\$ (230,000)</b>	<b>\$ -</b>	<b>\$ (169,295)</b>	<b>\$ -</b>	<b>\$ 1,633,098</b>	<b>\$ 1,233,803</b>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</b>	<b>\$ (18,642)</b>	<b>\$ 8,501</b>	<b>\$ (168,003)</b>	<b>\$ 1,694</b>	<b>\$ 267,226</b>	<b>\$ 90,776</b>
FUND BALANCE, January 1, 2022	981,759	274,039	168,700	13,788	378,972	1,817,258
FUND BALANCE, December 31, 2022	<u>\$ 963,117</u>	<u>\$ 282,540</u>	<u>\$ 697</u>	<u>\$ 15,482</u>	<u>\$ 646,198</u>	<u>\$ 1,908,034</u>

See Independent Auditors' Report.

## CITY OF JACKSON, MISSOURI

COMBINING STATEMENT OF NET POSITION - MODIFIED  
CASH BASIS - ENTERPRISE FUNDS

December 31, 2022

	Electric System	Waterworks and Sewerage System	Wastewater System	Landfill/Solid Waste Fund	Total
<u>ASSETS</u>					
<u>CURRENT ASSETS:</u>					
Cash	\$ 12,450,108	\$ 11,487,327	\$ -	\$ 456,885	\$ 24,394,320
Restricted Cash	-	395,424	1,094,369	-	1,489,793
Prepaid Expense	-	23,436	-	-	23,436
Due from Others	187	-	-	-	187
Total Current Assets	<u>\$ 12,450,295</u>	<u>\$ 11,906,187</u>	<u>\$ 1,094,369</u>	<u>\$ 456,885</u>	<u>\$ 25,907,736</u>
<u>CAPITAL ASSETS:</u>					
Capital Assets	\$ 27,410,441	\$ 35,657,030	\$ 27,203,028	\$ 1,207,472	\$ 91,477,971
Construction in Progress	2,858,210	401,288	2,021,454	-	5,280,952
Less: Accumulated Depreciation	(14,450,565)	(16,402,253)	(17,459,317)	(768,396)	(49,080,531)
Total Capital Assets, Net	<u>\$ 15,818,086</u>	<u>\$ 19,656,065</u>	<u>\$ 11,765,165</u>	<u>\$ 439,076</u>	<u>\$ 47,678,392</u>
<b>TOTAL ASSETS</b>	<b>\$ 28,268,381</b>	<b>\$ 31,562,252</b>	<b>\$ 12,859,534</b>	<b>\$ 895,961</b>	<b>\$ 73,586,128</b>
<u>LIABILITIES</u>					
<u>CURRENT LIABILITIES:</u>					
Payroll Withholdings Payable	\$ 661	\$ 717	\$ 667	\$ 285	\$ 2,330
Taxes Payable	25,299	-	-	-	25,299
Due to Others	-	187	-	-	187
Certificate of Participation, Current Portion	-	105,000	-	-	105,000
Lease Purchase Payable, Current Portion	-	95,000	-	-	95,000
Bonds Payable, Current Portion	-	770,000	-	-	770,000
Discount on Revenue Bonds, Current Portion	-	-	-	-	-
Total Current Liabilities	<u>\$ 25,960</u>	<u>\$ 970,904</u>	<u>\$ 667</u>	<u>\$ 285</u>	<u>\$ 997,816</u>
<u>LONG-TERM LIABILITIES:</u>					
Customer Deposits	\$ 281,378	\$ -	\$ -	\$ -	\$ 281,378
Certificate of Participation, Long-Term Portion	-	580,000	-	-	580,000
Lease Purchase Payable, Long-Term Portion	-	200,000	-	-	200,000
Bonds Payable, Long-Term Portion	-	5,405,000	-	-	5,405,000
Total Long-Term Liabilities	<u>\$ 281,378</u>	<u>\$ 6,185,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,466,378</u>
<b>TOTAL LIABILITIES</b>	<b>\$ 307,338</b>	<b>\$ 7,155,904</b>	<b>\$ 667</b>	<b>\$ 285</b>	<b>\$ 7,464,194</b>
<u>NET POSITION</u>					
Net Investment in Capital Assets	\$ 15,818,086	\$ 12,501,065	\$ 11,765,165	\$ 439,076	\$ 40,523,392
Unrestricted	4,913,236	11,509,859	(667)	456,600	16,879,028
Restricted	<u>7,229,721</u>	<u>395,424</u>	<u>1,094,369</u>	<u>-</u>	<u>8,719,514</u>
<b>TOTAL NET POSITION</b>	<b>\$ 27,961,043</b>	<b>\$ 24,406,348</b>	<b>\$ 12,858,867</b>	<b>\$ 895,676</b>	<b>\$ 66,121,934</b>

See Independent Auditors' Report.

## CITY OF JACKSON, MISSOURI

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN  
NET POSITION - MODIFIED CASH BASIS - ENTERPRISE FUNDS

For the Year Ended December 31, 2022

	Electric System	Waterworks and Sewerage System	Wastewater System	Landfill/Solid Waste Fund	Total
<u>OPERATING REVENUES:</u>					
Electric System	\$ 16,603,925	\$ -	\$ -	\$ -	\$ 16,603,925
Waterworks and Sewerage System	-	3,164,992	-	-	3,164,992
Wastewater System	-	-	2,396,322	-	2,396,322
Solid Waste Collection	-	-	-	796,666	796,666
Total Operating Revenues	<u>\$ 16,603,925</u>	<u>\$ 3,164,992</u>	<u>\$ 2,396,322</u>	<u>\$ 796,666</u>	<u>\$ 22,961,905</u>
<u>OPERATING EXPENSES:</u>					
Electric Power Plant	\$ 12,253,835	\$ -	\$ -	\$ -	\$ 12,253,835
Electric Line Construction and Maintenance	1,539,455	-	-	-	1,539,455
Water Plant	-	476,993	-	-	476,993
Water Line Construction and Maintenance	-	879,452	-	-	879,452
Wastewater Operations	-	-	890,309	-	890,309
Solid Waste Operations	-	-	-	592,268	592,268
General	220,461	177,029	-	-	397,490
Depreciation	673,825	683,085	530,009	28,231	1,915,150
Total Operating Expenses	<u>\$ 14,687,576</u>	<u>\$ 2,216,559</u>	<u>\$ 1,420,318</u>	<u>\$ 620,499</u>	<u>\$ 18,944,952</u>
OPERATING INCOME (LOSS)	<u>\$ 1,916,349</u>	<u>\$ 948,433</u>	<u>\$ 976,004</u>	<u>\$ 176,167</u>	<u>\$ 4,016,953</u>
<u>NON-OPERATING REVENUES</u>					
<u>(EXPENSES):</u>					
Interest Income	\$ 16,141	\$ 3,685	\$ 1,473	\$ 238	\$ 21,537
Premium Amortization	-	1,824	-	-	1,824
Gain/(Loss) On Disposal of Capital Assets	-	-	-	-	-
Grants and Contributions	104,465	35,157	-	-	139,622
Transfer of Capital Assets	-	-	-	-	-
Miscellaneous	18,616	4,038	-	-	22,654
Interest Expense	-	(205,516)	-	-	(205,516)
Total Non-Operating Revenues (Expenses)	<u>\$ 139,222</u>	<u>\$ (160,812)</u>	<u>\$ 1,473</u>	<u>\$ 238</u>	<u>\$ (19,879)</u>
NET INCOME (LOSS) BEFORE TRANSFERS	\$ 2,055,571	\$ 787,621	\$ 977,477	\$ 176,405	\$ 3,997,074
<u>TRANSFERS &amp; CAPITAL CONTRIBUTIONS:</u>					
Transfers In (Out)	(1,714,475)	318,949	(452,558)	(59,528)	(1,907,612)
TOTAL TRANSFERS & CAPITAL CONTRIBUTIONS	<u>\$ (1,714,475)</u>	<u>\$ 318,949</u>	<u>\$ (452,558)</u>	<u>\$ (59,528)</u>	<u>\$ (1,907,612)</u>
INCREASE (DECREASE) IN NET POSITION	\$ 341,096	\$ 1,106,570	\$ 524,919	\$ 116,877	\$ 2,089,462
NET POSITION, January 1, 2022	<u>27,619,947</u>	<u>23,299,778</u>	<u>12,333,948</u>	<u>778,799</u>	<u>64,032,472</u>
NET POSITION, December 31, 2022	<u>\$ 27,961,043</u>	<u>\$ 24,406,348</u>	<u>\$ 12,858,867</u>	<u>\$ 895,676</u>	<u>\$ 66,121,934</u>

See Independent Auditors' Report.

## CITY OF JACKSON, MISSOURI

COMBINING STATEMENT OF NET POSITION - MODIFIED  
CASH BASIS - ELECTRIC SYSTEM ENTERPRISE FUNDS

December 31, 2022

<u>ASSETS</u>	Electric Operations and Maintenance Fund	Electric Surplus Fund	Electric Capital Projects	Total
<u>CURRENT ASSETS:</u>				
Cash	\$ -	\$ 5,220,387	\$ 7,229,721	\$ 12,450,108
Due from Other Funds	187	-	-	187
Total Current Assets	<u>\$ 187</u>	<u>\$ 5,220,387</u>	<u>\$ 7,229,721</u>	<u>\$ 12,450,295</u>
<u>CAPITAL ASSETS:</u>				
Capital Assets	\$ 27,410,441	\$ -	\$ -	\$ 27,410,441
Construction in Progress	2,858,210	-	-	2,858,210
Less: Accumulated Depreciation	(14,450,565)	-	-	(14,450,565)
Total Capital Assets, Net	<u>\$ 15,818,086</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,818,086</u>
<b>TOTAL ASSETS</b>	<u>\$ 15,818,273</u>	<u>\$ 5,220,387</u>	<u>\$ 7,229,721</u>	<u>\$ 28,268,381</u>
<u>LIABILITIES</u>				
<u>CURRENT LIABILITIES:</u>				
Taxes Payable	\$ 25,299	\$ -	\$ -	\$ 25,299
Payroll Withholdings Payable	661	-	-	661
Total Current Liabilities	<u>\$ 25,960</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,960</u>
<u>LONG-TERM LIABILITIES:</u>				
Customer Deposits	\$ -	\$ 281,378	\$ -	\$ 281,378
Total Long-Term Liabilities	<u>\$ -</u>	<u>\$ 281,378</u>	<u>\$ -</u>	<u>\$ 281,378</u>
<b>TOTAL LIABILITIES</b>	<u>\$ 25,960</u>	<u>\$ 281,378</u>	<u>\$ -</u>	<u>\$ 307,338</u>
<u>NET POSITION</u>				
Net Investment in Capital Assets	\$ 15,818,086	\$ -	\$ -	\$ 15,818,086
Unrestricted	(25,773)	4,939,009	-	4,913,236
Restricted	-	-	7,229,721	7,229,721
<b>TOTAL NET POSITION</b>	<u>\$ 15,792,313</u>	<u>\$ 4,939,009</u>	<u>\$ 7,229,721</u>	<u>\$ 27,961,043</u>

See Independent Auditors' Report.



## CITY OF JACKSON, MISSOURI

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET  
POSITION - MODIFIED CASH BASIS - ELECTRIC SYSTEM ENTERPRISE FUNDS

For the Year Ended December 31, 2022

	Electric Operations and Maintenance Fund	Electric Surplus Fund	Electric Capital Projects	Total
<b>OPERATING REVENUES:</b>				
Collection of Electric Billings	\$ 16,471,222	\$ -	\$ -	\$ 16,471,222
URD Services	25,109	-	-	25,109
Cable TV-Pole Rent	85,958	-	-	85,958
Connection Charges	17,772	-	-	17,772
Miscellaneous	2,970	894	-	3,864
<b>TOTAL OPERATING REVENUES</b>	<b>\$ 16,603,031</b>	<b>\$ 894</b>	<b>\$ -</b>	<b>\$ 16,603,925</b>
<b>OPERATING EXPENSES:</b>				
Electric Power Plant	\$ 12,252,365	\$ 1,470	\$ -	\$ 12,253,835
Electric Line Construction and Maintenance	1,268,191	270,458	806	1,539,455
General	220,461	-	-	220,461
Depreciation	673,825	-	-	673,825
<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 14,414,842</b>	<b>\$ 271,928</b>	<b>\$ 806</b>	<b>\$ 14,687,576</b>
<b>OPERATING INCOME (LOSS)</b>	<b>\$ 2,188,189</b>	<b>\$ (271,034)</b>	<b>\$ (806)</b>	<b>\$ 1,916,349</b>
<b>NON-OPERATING REVENUES (EXPENSES):</b>				
Interest Income	\$ 16,141	\$ -	\$ -	\$ 16,141
Grant and Contribution	-	104,465	-	104,465
Transfer of Capital Assets	-	-	-	-
Gain (Loss) on Disposal of Capital Asset	-	-	-	-
Miscellaneous	18,615	-	1	18,616
<b>TOTAL NON-OPERATING REVENUES (EXPENSES) BEFORE TRANSFERS</b>	<b>\$ 34,756</b>	<b>\$ 104,465</b>	<b>\$ 1</b>	<b>\$ 139,222</b>
<b>NET INCOME (LOSS) BEFORE TRANSFERS</b>	<b>\$ 2,222,945</b>	<b>\$ (166,569)</b>	<b>\$ (805)</b>	<b>\$ 2,055,571</b>
<b>TRANSFERS IN (OUT)</b>	<b>(2,239,445)</b>	<b>(186,729)</b>	<b>711,699</b>	<b>(1,714,475)</b>
<b>CHANGE IN NET POSITION</b>	<b>\$ (16,500)</b>	<b>\$ (353,298)</b>	<b>\$ 710,894</b>	<b>\$ 341,096</b>
<b>FUND BALANCE, January 1, 2022</b>	<b>15,808,813</b>	<b>5,292,307</b>	<b>6,518,827</b>	<b>27,619,947</b>
<b>FUND BALANCE, December 31, 2022</b>	<b>\$ 15,792,313</b>	<b>\$ 4,939,009</b>	<b>\$ 7,229,721</b>	<b>\$ 27,961,043</b>

See Independent Auditors' Report.

CITY OF JACKSON, MISSOURI  
 COMBINING STATEMENT OF NET POSITION - MODIFIED  
 CASH BASIS - WATERWORKS AND SEWERAGE ENTERPRISE FUNDS

December 31, 2022

<u>ASSETS</u>	Waterworks and Sewerage Operations and Maintenance Fund	Water and Sewer Revenue Bond Fund	Water and Sewer Depreciation Reserve Fund	Water and Sewer Bond Reserve Fund	Water and Sewer Contingent Fund	Water and Sewer Surplus Fund	Water and Sewer Replacement Fund	Water and Sewer Construction Fund	Total
<u>CURRENT ASSETS:</u>									
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,842,336	\$ 722,147	\$ 922,844	\$ 11,487,327
Restricted Cash	-	285,421	30,000	50,003	30,000	-	-	-	395,424
Prepaid Expense	23,436	-	-	-	-	-	-	-	23,436
Total Current Assets	<u>\$ 23,436</u>	<u>\$ 285,421</u>	<u>\$ 30,000</u>	<u>\$ 50,003</u>	<u>\$ 30,000</u>	<u>\$ 9,842,336</u>	<u>\$ 722,147</u>	<u>\$ 922,844</u>	<u>\$ 11,906,187</u>
<u>CAPITAL ASSETS:</u>									
Capital Assets	\$ 35,657,030	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 35,657,030
Construction in Progress	401,288	-	-	-	-	-	-	-	401,288
Less: Accumulated Depreciation	(16,402,253)	-	-	-	-	-	-	-	(16,402,253)
Total Capital Assets	<u>\$ 19,656,065</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,656,065</u>
<b>TOTAL ASSETS</b>	<u>\$ 19,679,501</u>	<u>\$ 285,421</u>	<u>\$ 30,000</u>	<u>\$ 50,003</u>	<u>\$ 30,000</u>	<u>\$ 9,842,336</u>	<u>\$ 722,147</u>	<u>\$ 922,844</u>	<u>\$ 31,562,252</u>
<u>LIABILITIES</u>									
<u>CURRENT LIABILITIES:</u>									
Payroll Withholding Payable	\$ 717	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 717
Certificate of Participation, Current Portion	-	105,000	-	-	-	-	-	-	105,000
Lease Purchase Payable, Current Portion	-	95,000	-	-	-	-	-	-	95,000
Bonds Payable, Current Portion	-	770,000	-	-	-	-	-	-	770,000
Discount on Revenue Bonds, Current Portion	-	-	-	-	-	-	-	-	-
Due to Other Funds	187	-	-	-	-	-	-	-	187
Total Current Liabilities	<u>\$ 904</u>	<u>\$ 970,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 970,904</u>
<u>LONG-TERM LIABILITIES:</u>									
Certificate of Participation, Long-Term Portion	\$ -	\$ 580,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 580,000
Lease Purchase Payable, Long-Term Portion	-	200,000	-	-	-	-	-	-	200,000
Bonds Payable, Long-Term Portion	-	5,405,000	-	-	-	-	-	-	5,405,000
Total Long-Term Liabilities	<u>\$ -</u>	<u>\$ 6,185,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,185,000</u>
<b>TOTAL LIABILITIES</b>	<u>\$ 904</u>	<u>\$ 7,155,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,155,904</u>
<u>NET POSITION</u>									
Net Investment in Capital Assets	\$ 19,656,065	\$ (7,155,000)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,501,065
Unrestricted	22,532	-	-	-	-	9,842,336	722,147	922,844	11,509,859
Restricted	-	285,421	30,000	50,003	30,000	-	-	-	395,424
<b>TOTAL NET POSITION</b>	<u>\$ 19,678,597</u>	<u>\$ (6,869,579)</u>	<u>\$ 30,000</u>	<u>\$ 50,003</u>	<u>\$ 30,000</u>	<u>\$ 9,842,336</u>	<u>\$ 722,147</u>	<u>\$ 922,844</u>	<u>\$ 24,406,348</u>

See Independent Auditors' Report.

## CITY OF JACKSON, MISSOURI

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET  
POSITION - MODIFIED CASH BASIS - WATERWORKS AND SEWERAGE ENTERPRISE FUNDS

For the Year Ended December 31, 2022

	Waterworks and Sewerage Operations and Maintenance Fund	Water and Sewer Revenue Bond Fund	Water and Sewer Depreciation Reserve Fund	Water and Sewer Bond Reserve Fund	Water and Sewer Contingent Fund	Water and Sewer Surplus Fund	Water and Sewer Replacement Fund	Water and Sewer Construction Fund	Total
<b>OPERATING REVENUES:</b>									
Collection of Water Billings	\$ 3,066,333	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,066,333
Sale of Water at Plant	100	-	-	-	-	-	-	-	100
Water Taps, Meters, and Boxes	98,559	-	-	-	-	-	-	-	98,559
<b>TOTAL OPERATING REVENUES</b>	<b>\$ 3,164,992</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,164,992</b>
<b>OPERATING EXPENSES:</b>									
Water Plant	\$ 476,993	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 476,993
Water Line Construction and Maintenance	595,426	-	-	-	-	267,881	15,390	755	879,452
General	155,399	-	-	-	-	21,630	-	-	177,029
Depreciation	683,085	-	-	-	-	-	-	-	683,085
<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 1,910,903</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 289,511</b>	<b>\$ 15,390</b>	<b>\$ 755</b>	<b>\$ 2,216,559</b>
<b>OPERATING INCOME (LOSS)</b>	<b>\$ 1,254,089</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (289,511)</b>	<b>\$ (15,390)</b>	<b>\$ (755)</b>	<b>\$ 948,433</b>
<b>NON-OPERATING REVENUES (EXPENSES):</b>									
Interest Income	\$ 3,266	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 419	\$ 3,685
Premium Amortization	-	1,824	-	-	-	-	-	-	1,824
Transfers of Capital Assets	-	-	-	-	-	-	-	-	-
Grants and Contributions	35,157	-	-	-	-	-	-	-	35,157
Miscellaneous	2,038	-	-	-	-	2,000	-	-	4,038
Interest Expense	-	(205,516)	-	-	-	-	-	-	(205,516)
<b>TOTAL NON-OPERATING REVENUES (EXPENSES)</b>	<b>\$ 40,461</b>	<b>\$ (203,692)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,000</b>	<b>\$ -</b>	<b>\$ 419</b>	<b>\$ (160,812)</b>
<b>NET INCOME (LOSS) BEFORE TRANSFERS</b>	<b>\$ 1,294,550</b>	<b>\$ (203,692)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (287,511)</b>	<b>\$ (15,390)</b>	<b>\$ (336)</b>	<b>\$ 787,621</b>
<b>TRANSFERS IN (OUT)</b>	<b>(635,953)</b>	<b>1,152,656</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>809,999</b>	<b>42,121</b>	<b>(1,049,874)</b>	<b>318,949</b>
<b>INCREASE (DECREASE) IN NET POSITION</b>	<b>\$ 658,597</b>	<b>\$ 948,964</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 522,488</b>	<b>\$ 26,731</b>	<b>\$ (1,050,210)</b>	<b>\$ 1,106,570</b>
<b>FUND BALANCE, January 1, 2022</b>	<b>19,020,000</b>	<b>(7,818,543)</b>	<b>30,000</b>	<b>50,003</b>	<b>30,000</b>	<b>9,319,848</b>	<b>695,416</b>	<b>1,973,054</b>	<b>23,299,778</b>
<b>FUND BALANCE, December 31, 2022</b>	<b>\$ 19,678,597</b>	<b>\$ (6,869,579)</b>	<b>\$ 30,000</b>	<b>\$ 50,003</b>	<b>\$ 30,000</b>	<b>\$ 9,842,336</b>	<b>\$ 722,147</b>	<b>\$ 922,844</b>	<b>\$ 24,406,348</b>

See Independent Auditors' Report.

CITY OF JACKSON, MISSOURICOMBINING STATEMENT OF NET POSITION - MODIFIED  
CASH BASIS - WASTEWATER SYSTEM ENTERPRISE FUNDS

December 31, 2022

	<u>Wastewater Operations and Maintenance Fund</u>	<u>Wastewater Replacement Fund</u>	<u>Total</u>
<u>ASSETS</u>			
<u>CURRENT ASSETS:</u>			
Restricted Cash	\$ -	\$ 1,094,369	\$ 1,094,369
Total Current Assets	<u>\$ -</u>	<u>\$ 1,094,369</u>	<u>\$ 1,094,369</u>
<u>CAPITAL ASSETS:</u>			
Capital Assets	\$ 27,203,028	\$ -	\$ 27,203,028
Construction in Progress	2,021,454	-	2,021,454
Less: Accumulated Depreciation	<u>(17,459,317)</u>	<u>-</u>	<u>(17,459,317)</u>
Net Capital Assets	<u>\$ 11,765,165</u>	<u>\$ -</u>	<u>\$ 11,765,165</u>
TOTAL ASSETS	<u>\$ 11,765,165</u>	<u>\$ 1,094,369</u>	<u>\$ 12,859,534</u>
<u>LIABILITIES</u>			
<u>CURRENT LIABILITIES:</u>			
Payroll Withholding Payable	\$ 667	\$ -	\$ 667
TOTAL LIABILITIES	<u>\$ 667</u>	<u>\$ -</u>	<u>\$ 667</u>
<u>NET POSITION</u>			
Net Investment in Capital Assets	\$ 11,765,165	\$ -	\$ 11,765,165
Unrestricted	(667)	-	(667)
Restricted	<u>-</u>	<u>1,094,369</u>	<u>1,094,369</u>
TOTAL NET POSITION	<u>\$ 11,764,498</u>	<u>\$ 1,094,369</u>	<u>\$ 12,858,867</u>

See Independent Auditors' Report.

CITY OF JACKSON, MISSOURICOMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - MODIFIED CASH BASIS - WASTEWATER SYSTEM ENTERPRISE FUNDS

For the Year Ended December 31, 2022

	<u>Wastewater Operations and Maintenance Fund</u>	<u>Wastewater Replacement Fund</u>	<u>Total</u>
<u>OPERATING REVENUES:</u>			
Collection of Sewer Billings	\$ 2,395,872	\$ -	\$ 2,395,872
Industrial Discharge Permits	450	-	450
TOTAL OPERATING REVENUES	<u>\$ 2,396,322</u>	<u>\$ -</u>	<u>\$ 2,396,322</u>
<u>OPERATING EXPENSES:</u>			
Wastewater Operations	\$ 869,421	\$ 20,888	\$ 890,309
Depreciation	530,009	-	530,009
TOTAL OPERATING EXPENSES	<u>\$ 1,399,430</u>	<u>\$ 20,888</u>	<u>\$ 1,420,318</u>
OPERATING INCOME	<u>\$ 996,892</u>	<u>\$ (20,888)</u>	<u>\$ 976,004</u>
<u>NON-OPERATING REVENUES</u>			
<u>(EXPENSES):</u>			
Interest Income	\$ 1,473	\$ -	\$ 1,473
TOTAL NON-OPERATING REVENUES (EXPENSES)	<u>\$ 1,473</u>	<u>\$ -</u>	<u>\$ 1,473</u>
NET INCOME (LOSS) BEFORE TRANSFERS	\$ 998,365	\$ (20,888)	\$ 977,477
<u>TRANSFERS IN (OUT):</u>			
Transfers In (Out)	\$ (446,319)	\$ (6,239)	\$ (452,558)
TOTAL TRANSFERS	<u>(446,319)</u>	<u>(6,239)</u>	<u>(452,558)</u>
INCREASE (DECREASE) IN NET POSITION	\$ 552,046	\$ (27,127)	\$ 524,919
FUND BALANCE, January 1, 2022	<u>11,212,452</u>	<u>1,121,496</u>	<u>12,333,948</u>
FUND BALANCE, December 31, 2022	<u>\$ 11,764,498</u>	<u>\$ 1,094,369</u>	<u>\$ 12,858,867</u>

See Independent Auditors' Report.

JACKSON MUNICIPAL BAND  
 (A Not-for-Profit Corporation)  
Jackson, Missouri

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN CASH  
BALANCE - UNAUDITED - JACKSON MUNICIPAL BAND

For the Year Ended December 31, 2022

REVENUES COLLECTED:

Property Tax from City of Jackson	\$ 208,291	
Donations	250	
Interest Income	<u>1,158</u>	
TOTAL REVENUES COLLECTED		\$ 209,699

EXPENSES PAID:

Band Director's Salary	\$ 14,355	
Concert Talent	5,099	
Music	198	
Taxes	9,606	
Repairs and Maintenance	8,992	
Wages	89,923	
Advertising and Marketing	9,540	
Jackson Parks Foundation Donations	3,572	
Insurance	4,314	
Other	<u>2,263</u>	
TOTAL EXPENSES PAID		<u>147,862</u>

EXCESS OF REVENUES COLLECTED OVER (UNDER) EXPENSES PAID	\$ 61,837
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CASH, January 1, 2022	<u>37,738</u>
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CASH, December 31, 2022	<u><u>\$ 99,575</u></u>
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See Independent Auditors' Report.