

City of West Plains, Missouri

Basic Financial Statements Year Ended December 31, 2024



Table of Contents

Independent Auditors' Report	4
Management's Discussion and Analysis	8
Basic Financial Statements	
Statement of Net Position	16
Statement of Activities	18
Balance Sheet – Governmental Funds.....	20
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	21
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	22
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	24
Statement of Net Position – Enterprise Funds.....	25
Statement of Revenues, Expenses, and Changes in Net Position – Enterprise Funds	26
Statement of Cash Flows – Enterprise Funds	27
Notes to the Financial Statements	29
Required Supplementary Information	
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios.....	57
Schedule of Contributions	58
Notes to the Schedule of Contributions.....	59
Budgetary Comparison Schedule – General Fund.....	60
Budgetary Comparison Schedule – Grants Fund.....	62
Budgetary Comparison Schedule – Transportation Sales Tax Fund.....	63
Budgetary Comparison Schedule – Capital Improvement Sales Tax Fund.....	64
Notes to the Budgetary Comparison Schedules.....	65
Supplementary Information	
Combining Balance Sheet – Nonmajor Governmental Funds	67
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance – Nonmajor Governmental Funds	68

Other Reporting Requirements

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 <i>Government Auditing Standards</i>	70
Independent Auditors' Report on Compliance for each Major Program and on Internal Control over Compliance Required by the Uniform Guidance	72
Schedule of Expenditures of Federal Awards	75
Notes to the Schedule of Expenditures of Federal Awards	77
Schedule of Findings and Questioned Costs	78
Summary Schedule of Prior Audit Findings	79



Honorable Mayor and Board of Aldermen
City of West Plains
West Plains, Missouri

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of West Plains, Missouri, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of West Plains, Missouri, as of December 31, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the 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 West Plains 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.

Change in Accounting Principle

As described in Note 1 to the financial statements, during the year ended December 31, 2024, the City adopted new accounting guidance, GASB Statement No. 101 – *Compensated Absences*. Our opinion is 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 accounting principles generally accepted in the United States of America; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

www.kpmcpa.com

1445 E. Republic Road, Springfield, MO 65804 | 417-882-4300 | fax 417-882-4343
500 W. Main Street, Suite 200 Branson, MO 65616 | 417-334-2987 | fax 417-336-3403

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's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison, and pension information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of

preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying combining nonmajor funds financial statements and Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining Nonmajor Fund financial statements and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 23, 2025, on our consideration of the City of West Plains, 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'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 West Plains, Missouri's internal control over financial reporting and compliance.

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
June 23, 2025

Management's Discussion and Analysis

City of West Plains

Management's Discussion and Analysis

December 31, 2024

The Management's Discussion and Analysis of the City of West Plains' financial performance provides an overview of the City's financial activities for the year ended December 31, 2024. Please read it in conjunction with the City's financial statements.

Financial Highlights

- Significant projects completed during this fiscal year include the purchase of a new fire pumper truck, police and utility vehicle replacements, and purchase of the building at 601 Washington. The City completed interior and exterior remodeling efforts at city hall to create new offices, replace an old breakroom and create a more secure IT environment. New bathrooms were installed at Galloway Park.
- In this fiscal year, the City completed work on significant grant-funded projects including the first phase of Garner Villas, an affordable housing complex for senior citizens, anticipated to create 48 new homes for citizens. Other projects that were completed include two regional stormwater detention basins which ensured the City's ability to quickly recover from flooding events in early 2025. In October 2024, the City also broke ground on the new railroad overpass on Highway 160 which is anticipated to be complete by the end of 2025.
- Major utility accomplishments during the fiscal year included continued replacement of old water meters and review of billing to implement process improvements. City utilities continued work with vendors and MIRMA (insurance carrier) to investigate the November 2021 fire at the Lincoln Substation and move forward with rebuilding the structure. The old structure was removed in Spring of 2024 and construction of the new structure is nearing completion with plans to energize the substation in Summer of 2025. City utilities also completed the 69kV line in 2024, meeting contractual requirements with Show-Me Power.
- During the year ended December 31, 2024, the City adopted GASB Statement No. 101 – *Compensated Absences*. Beginning net position has been restated to reflect the application of the new pronouncement. The tables in the Management's Discussion and Analysis for the year ending December 31, 2023, have been updated for the restatement.

Using this Report

This report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the City as a whole and present a longer-term view of the City's finances. Fund financial statements tell how these services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds.

City of West Plains

Management's Discussion and Analysis

December 31, 2024

Government-Wide Financial Statements

One of the most important questions asked about the City's finances is, "Is the City as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and Statement of Activities report information about the City as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. These two statements report the City's net position and changes in it. The City's net position – the difference between assets and liabilities – is one way to measure the City's financial health, or financial position. Over time, increases or decreases in the City's net position are one indicator of whether its financial health is improving or deteriorating.

In the Statement of Net Position and the Statement of Activities, we divide the City into two kinds of activities:

Governmental Activities: Most of the City's basic services are reported here. Taxes are the primary source of financing for these activities.

Business-Type Activities: The City charges a fee to customers to help it cover all or most of the cost of certain services it provides. The City's utility services are provided here.

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds and not the City as a whole. However, the City Council establishes many other funds to help it control and manage money for a particular purpose or to show that it is meeting legal responsibilities for using certain taxes and grants.

Governmental Funds: Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and the governmental funds are shown in a reconciliation following the fund financial statement.

Proprietary Funds: When the City charges customers for the services it provides – whether to outside customers or to other units of the City – these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities.

Notes to the Basic Financial Statements

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

City of West Plains

Management's Discussion and Analysis

December 31, 2024

Government-Wide Financial Analysis

Net Position

The following table presents the condensed Statement of Net Position for the City as of December 31, 2024 and 2023, as restated:

	Governmental Activities	Business-Type Activities	Total December 31, 2024	Total December 31, 2023
Assets				
Current and other assets	\$ 13,306,970	\$ 18,690,441	\$ 31,997,411	\$ 35,792,304
Capital assets	45,437,745	52,837,216	98,274,961	88,738,432
Total Assets	58,744,715	71,527,657	130,272,372	124,530,736
Deferred Outflow of Resources				
Deferred pension outflows	2,077,565	839,782	2,917,347	2,222,104
Liabilities				
Other liabilities	2,846,652	3,824,424	6,671,076	7,578,907
Long-term liabilities	300,005	1,657,046	1,957,051	3,213,288
Total Liabilities	3,146,657	5,481,470	8,628,127	10,792,195
Deferred Inflow of Resources				
Deferred pension inflows	158,479	24,551	183,030	538,047
Net position				
Net investment in capital assets	45,180,319	51,572,892	96,753,211	85,298,850
Restricted	6,563,941	95,387	6,659,328	8,082,120
Unrestricted	5,772,884	15,193,139	20,966,023	22,041,628
Total Net Position	\$ 57,517,144	\$ 66,861,418	\$ 124,378,562	\$ 115,422,598

Total net position of the City increased by \$8,955,964 for the year due to current year activity. Total liabilities for the City decreased by \$2,164,068. Restricted net position of the City totaled \$6.7 million as of December 31, 2024. This amount represents monies that are restricted for debt service as well as for various projects within the City.

City of West Plains

Management's Discussion and Analysis

December 31, 2024

Changes in Net Position

The following table presents the Changes in Net Position for the City for the year ended December 31, 2024 and the year ended December 31, 2023:

	Governmental Activities	Business-Type Activities	Total Year Ending December 31, 2024	Total Year Ending December 31, 2023
Revenues				
Program Revenues				
Charges for services	\$ 2,216,266	\$ 26,331,577	\$ 28,547,843	\$ 28,574,868
Operating grants and contributions	3,312,370	-	3,312,370	2,060,316
Capital grants and contributions	5,308,362	2,020,921	7,329,283	1,022,429
General Revenues				
Sales taxes	9,666,996	-	9,666,996	9,014,766
Ad valorem taxes	1,028,032	-	1,028,032	992,714
Motor vehicle and gas taxes	654,927	-	654,927	621,874
Other taxes	1,462,447	-	1,462,447	1,402,467
Franchise taxes	1,784,524	-	1,784,524	2,144,010
Interest	489,720	809,135	1,298,855	1,355,296
Other revenue	130,333	1,025,916	1,156,249	808,055
Total Revenues	26,053,977	30,187,549	56,241,526	47,996,795
Expenses				
Administrative	431,400	-	431,400	566,202
Human resources	566,006	-	566,006	600,237
Information technology	160,061	-	160,061	124,656
Building maintenance	163,104	-	163,104	148,220
Fleet management	617	-	617	4,864
Public relations	50,732	-	50,732	50,058
Building official	171,067	-	171,067	175,902
City attorney	52,091	-	52,091	59,617
Court	174,868	-	174,868	183,721
Police	3,632,893	-	3,632,893	3,916,343
Animal control	83,016	-	83,016	93,800
Emergency management	122	-	122	16,141
Fire	1,808,105	-	1,808,105	1,664,938
Airport	432,817	-	432,817	526,434
Street	4,529,153	-	4,529,153	4,084,212
Cemetery	146,805	-	146,805	146,402
Shop	88,240	-	88,240	100,475

City of West Plains

Management's Discussion and Analysis

December 31, 2024

	Governmental Activities	Business-Type Activities	Total Year Ending December 31, 2024	Total Year Ending December 31, 2023
Health	25,710	-	25,710	27,705
City hall complex	113,405	-	113,405	104,476
Planning and zoning	164,813	-	164,813	333,601
Economic development	2,840,412	-	2,840,412	2,063,330
Tourism	645,005	-	645,005	463,182
Parks and recreation	1,335,150	-	1,335,150	1,174,684
Golf	537,668	-	537,668	580,932
Transit	292,913	-	292,913	280,876
Library	779,768	-	779,768	718,564
Civic center	1,255,923	-	1,255,923	1,229,969
Senior citizens	25,439	-	25,439	27,347
Other	70,593	-	70,593	38,303
Debt service	23,334	-	23,334	39,056
Water	-	2,387,271	2,387,271	2,288,019
Sewer	-	2,730,281	2,730,281	2,545,690
Electric	-	17,066,339	17,066,339	17,551,158
Refuse	-	3,595,739	3,595,739	3,827,054
Fiber	-	151,878	151,878	178,589
Total Expenses	20,601,230	25,931,508	46,532,738	45,934,757
Transfers	525,837	(525,837)	-	-
TIF closeout	(752,824)	-	(752,824)	-
Increase in Net Position	<u><u>\$ 5,225,760</u></u>	<u><u>\$ 3,730,204</u></u>	<u><u>\$ 8,955,964</u></u>	<u><u>\$ 2,062,038</u></u>

Governmental Activities

Governmental activities increased the net position of the City by \$5,225,760. Tax revenues for the City were \$14,596,926, which represents 56% of the funding of these activities. Program revenues for the functions totaled \$10,836,998 or 42% of the funding. The following table shows the cost of the City's nine largest programs as well as each programs' net cost (total cost less revenues generated by the activities). The net cost shows the financial burden that was placed on the taxpayers by each of these functions.

City of West Plains

Management's Discussion and Analysis

December 31, 2024

Net Cost of the City of West Plains' Nine Largest Governmental Activities

	Total Cost of Services	Net Cost of Services
Police	\$ 3,632,893	\$ 2,781,645
Fire	1,808,105	1,232,792
Human Resources	566,006	566,006
Street	4,529,153	391,713
Economic development	2,840,412	351,644
Parks and recreation	1,335,150	1,125,896
Tourism	645,005	320,930
Library	779,768	637,288
Civic center	1,255,923	850,254
Other governmental activities	3,208,815	1,506,064
	<u>\$ 20,601,230</u>	<u>\$ 9,764,232</u>

Business-Type Activities

Business-type activities increased the City's net position by \$3,730,204. The increase in the prior year was \$1,424,676.

Financial Analysis of the City's Funds

The combined fund balances of the City's governmental funds as of December 31, 2024, were \$10,983,932. The General Fund increased by \$87,806. The Grants Fund did not change, the Transportation Sales Tax Fund increased \$869,604, the Capital Improvement Sales Tax Fund increased by \$144,319, and the Nonmajor Funds decreased \$1,129,235.

General Fund Budgetary Highlights

Differences between the original and the final amended budget can be summarized as follows:

The original budget is prepared and approved prior to the beginning of the fiscal year. The budget is reviewed and amended each year as necessary. Department heads recommend changes to budgeted expenditures as administration evaluates the revenue sources for necessary amendments. This information is reviewed by the City Administrator as to the effect the changes will have on expected cash flow. The amended budget is prepared and presented to Council for approval by ordinance prior to the end of the fiscal year at a public meeting.

Capital Asset and Debt Administration

Capital Assets

Capital assets of the governmental activities were \$45.4 million (net of accumulated depreciation) as of December 31, 2024. This represents a \$4.4 million net increase from the prior year due primarily to current year additions being greater than current year disposals and depreciation. Capital assets for business-type activities were \$52.8 million as of December 31, 2024. This represents a \$5.2 million increase from the prior year due to current year additions being greater than current year disposals and depreciation.

City of West Plains

Management's Discussion and Analysis

December 31, 2024

Debt Administration

Total debt of the governmental activities as of December 31, 2024, was \$257,426, which is down \$752,510 from the prior year.

Total debt of the business-type activities as of December 31, 2024, was \$1.3 million, which is down \$732,728 from the prior year.

Economic Factors and Next Year's Budget

The largest consideration for the government-type activities budget is given to anticipated sales tax revenue. Through May 2025 the City's sales tax revenues are up 1% over the previous year and use tax revenues are down 3% from the previous year. Use tax revenues are highly volatile; last year's use tax revenues were 23% above budget and 7% higher than the prior year. FY2026 sales and use tax revenue is projected to increase 3% over the current year results. Capital sales tax revenues were up 5% in 2024 and transportation sales tax revenues were up 5% in 2023. Both of those revenues are projected to see an increase of 3% through 2026. In April 2023, voters approved a 3% local sales tax on the retail sale of marijuana. The tax went into effect on January 1, 2024 with the first revenues received from the state in March 2024.

The City anticipates some positive economic factors in the next fiscal year. A national IT firm has approached the City with plans to locate to West Plains, bringing an estimated 200 jobs to the area within the next five years. A major employer in the area, Leonardo DRS, has planned a significant investment in their West Plains campus over the next ten years. These additions will bring jobs and tax revenues to the local economy. The City is also making great strides in the construction phases of major grant projects including a railroad overpass at Highway 160 (Independence Avenue), replacement of the St. Louis Street Bridge, flood mitigation opportunities, and new housing at Garner Villas. During the next few months, the City will utilize its comprehensive plan including priorities set by citizens and council to compile the 2026 Budget. These data sources will help align the spending of local government funds with the priorities of the community, provide resources for better strategic planning and maintain the City's commitment to provide financial stability for future investments in its workforce and infrastructure.

The City's hotel/motel tax resulted in revenues of \$350,280 during FY24 and is budgeted to bring another \$345,000 in the current fiscal. The City uses these funds for promotions and grants to help bring tourism and events to West Plains. These tax revenues funded various events during the Total Solar Eclipse weekend in April 2024 when the City was in the path of totality.

City of West Plains

Management's Discussion and Analysis

December 31, 2024

For business-type activities, city utilities staff continue to implement a multi-year plan to upgrade the metering system to create process efficiencies and better customer service. The Lincoln Substation, which was lost to a fire in November 2021, is nearing completion. The replacement has been mostly funded through insurance, but investigations into the failure of the station as well as supply chain issues slowed construction on the substation. The City hopes to have this substation back in service by the summer of 2025. In April 2022, city utilities completed an Integrated Management Plan defining future water treatment and wastewater treatment needs and determining the best approach to develop funding capacity for those projects. The City continues to use this plan to work toward achievable goals for infrastructure improvements. In 2024, the City completed a sanitary sewer evaluation survey which provided data on the existing sewer collection system and pinpointed issues the system experiences with inflow and infiltration as well as ongoing maintenance and repair needs. Considering the legislative and supply chain challenges that the City anticipates for utility projects, we will continue to review service capacities of all facilities and funding requirements to continue to provide the utility services our citizens depend on at affordable rates.

Contacting the City's Financial Management

For additional information or questions, please contact any of the following officers at:

City of West Plains
1910 Holiday Lane, PO Box 710
West Plains, Missouri 65775
(417) 256-7176

Sam Anselm, City Administrator
sam.anselm@westplains.gov

Earlene Rich, Finance Director
earlene.rich@westplains.gov

City of West Plains

Statement of Net Position

December 31, 2024

	Primary Government			Component Units		
	Governmental Activities	Business-Type Activities	Total	West Plains Public Library Foundation	63 ByPass Community Improvement District	Ozark Hills Community Improvement District
Assets						
Current						
Cash and cash equivalents - unrestricted	\$ 6,865,691	\$ 12,123,781	\$ 18,989,472	\$ 14,963	\$ 674,971	\$ 11,357
Investments - unrestricted	-	-	-	488,868	-	-
Taxes receivable	1,857,276	-	1,857,276	-	-	-
Utilities receivable, net	-	2,379,033	2,379,033	-	-	-
Other accounts receivable	130,097	755,482	885,579	-	-	-
Court fines receivable, net	50,727	-	50,727	-	-	-
Intergovernmental receivable	3,499,153	-	3,499,153	-	-	-
Inventory	96,594	2,378,475	2,475,069	-	-	-
Prepaid expenses	230,028	293,391	523,419	-	-	-
Noncurrent						
Restricted cash and cash equivalents	390,358	760,279	1,150,637	-	-	-
Net pension asset	187,046	-	187,046	-	-	-
Capital assets						
Non-depreciable	10,033,919	2,590,434	12,624,353	-	-	-
Depreciable, net	35,403,826	50,246,782	85,650,608	-	175,398	56,407
Total Assets	58,744,715	71,527,657	130,272,372	503,831	850,369	67,764
Deferred Outflow of Resources						
Deferred pension outflows	2,077,565	839,782	2,917,347	-	-	-
Total Deferred Outflow of Resources	2,077,565	839,782	2,917,347	-	-	-

See accompanying Notes to the Financial Statements.

City of West Plains

Statement of Net Position

December 31, 2024

	Primary Government			Component Units		
	Governmental Activities	Business-Type Activities	Total	West Plains Public Library Foundation	63 ByPass Community Improvement District	Ozark Hills Community Improvement District
Liabilities						
Current						
Accounts payable	1,802,961	2,469,523	4,272,484	-	-	-
Accrued expenses	296,816	156,365	453,181	-	-	-
Accrued interest payable	-	3,974	3,974	-	-	-
Court bonds payable	3,600	-	3,600	-	-	-
Deposits payable	6,103	664,892	670,995	-	-	-
Other payables	9,427	-	9,427	-	-	-
Current maturities of long-term liabilities	727,745	529,670	1,257,415	-	-	-
	2,846,652	3,824,424	6,671,076	-	-	-
Noncurrent						
Compensated absences payable	93,163	61,783	154,946	-	-	-
Net pension liability	-	607,381	607,381	-	-	-
Certificates of participation payable	-	1,029,324	1,029,324	-	-	-
Financed purchases payable	206,842	-	206,842	-	-	-
	300,005	1,657,046	1,957,051	-	-	-
Total Liabilities	3,146,657	5,481,470	8,628,127	-	-	-
Deferred Inflow of Resources						
Deferred pension inflows	158,479	24,551	183,030	-	-	-
Net Position						
Net investment in capital assets	45,180,319	51,572,892	96,753,211	-	175,398	56,407
Restricted	6,563,941	95,387	6,659,328	-	-	-
Unrestricted	5,772,884	15,193,139	20,966,023	503,831	674,971	11,357
Total Net Position	<u>\$ 57,517,144</u>	<u>\$ 66,861,418</u>	<u>\$ 124,378,562</u>	<u>\$ 503,831</u>	<u>\$ 850,369</u>	<u>\$ 67,764</u>

See accompanying Notes to the Financial Statements.

City of West Plains

Statement of Activities

December 31, 2024

					Net (Expenses), Revenues, and Changes in Net Position					
					Primary Government			Component Units		
								West Plains Public Library Foundation	63 ByPass Community Improvement District	Ozark Hills Community Improvement District
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total			
Primary Government										
Governmental Activities										
Administrative	\$ (431,400)	\$ 54,445	\$ -	\$ 607,442	\$ 230,487	\$ -	\$ 230,487			
Information technology	(160,061)	-	-	-	(160,061)	-	(160,061)			
Human resources	(566,006)	-	-	-	(566,006)	-	(566,006)			
Building maintenance	(163,104)	-	-	-	(163,104)	-	(163,104)			
Fleet management	(617)	-	-	-	(617)	-	(617)			
Public relations	(50,732)	-	-	-	(50,732)	-	(50,732)			
Building official	(171,067)	54,313	-	-	(116,754)	-	(116,754)			
City attorney	(52,091)	-	-	-	(52,091)	-	(52,091)			
Court	(174,868)	-	-	-	(174,868)	-	(174,868)			
Police	(3,632,893)	406,468	439,313	5,467	(2,781,645)	-	(2,781,645)			
Animal control	(83,016)	2,698	944	-	(79,374)	-	(79,374)			
Emergency management	(122)	-	-	-	(122)	-	(122)			
Fire	(1,808,105)	-	5,416	569,897	(1,232,792)	-	(1,232,792)			
Airport	(432,817)	267,387	52,058	-	(113,372)	-	(113,372)			
Street	(4,529,153)	11,884	-	4,125,556	(391,713)	-	(391,713)			
Cemetery	(146,805)	13,046	624	-	(133,135)	-	(133,135)			
Shop	(88,240)	-	-	-	(88,240)	-	(88,240)			
Health	(25,710)	-	-	-	(25,710)	-	(25,710)			
City hall complex	(113,405)	-	-	-	(113,405)	-	(113,405)			
Planning and zoning	(164,813)	373	-	-	(164,440)	-	(164,440)			
Economic development	(2,840,412)	-	2,488,768	-	(351,644)	-	(351,644)			
Tourism	(645,005)	284,375	39,700	-	(320,930)	-	(320,930)			
Parks and recreation	(1,335,150)	181,061	28,193	-	(1,125,896)	-	(1,125,896)			
Golf	(537,668)	487,561	-	-	(50,107)	-	(50,107)			
Transit	(292,913)	19,583	142,277	-	(131,053)	-	(131,053)			
Library	(779,768)	32,403	110,077	-	(637,288)	-	(637,288)			
Civic center	(1,255,923)	400,669	5,000	-	(850,254)	-	(850,254)			
Senior citizens	(25,439)	-	-	-	(25,439)	-	(25,439)			
Other	(70,593)	-	-	-	(70,593)	-	(70,593)			
Debt service	(23,334)	-	-	-	(23,334)	-	(23,334)			
Total Governmental Activities	(20,601,230)	2,216,266	3,312,370	5,308,362	(9,764,232)	-	(9,764,232)			

See accompanying Notes to the Financial Statements.

City of West Plains

Statement of Activities

December 31, 2024

Net (Expenses), Revenues, and Changes in Net Position										
Functions/Programs	Program Revenues				Primary Government			Component Units		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total	West Plains Public Library Foundation	63 ByPass Community Improvement District	Ozark Hills Community Improvement District
Primary Government										
Business-Type Activities										
Water	(2,387,271)	2,599,541	-	407,362	-	619,632	619,632			
Sewer	(2,730,281)	2,440,399	-	1,613,559	-	1,323,677	1,323,677			
Electric	(17,066,339)	17,695,622	-	-	-	629,283	629,283			
Sanitation	(3,595,739)	3,520,755	-	-	-	(74,984)	(74,984)			
Fiber	(151,878)	75,260	-	-	-	(76,618)	(76,618)			
Total Business-Type Activities	(25,931,508)	26,331,577	-	2,020,921	-	2,420,990	2,420,990			
Total Primary Government	\$ (46,532,738)	\$ 28,547,843	\$ 3,312,370	\$ 7,329,283	(9,764,232)	2,420,990	(7,343,242)			
Component Units										
West Plains Public Library Foundation	\$ (51,004)	\$ -	\$ -	\$ -	-	-	-	\$ (51,004)	\$ -	\$ -
63 ByPass Community Improvement District	(5,280)	-	-	-	-	-	-	-	(5,280)	-
Ozark Hills Community Improvement District	(16,266)	-	-	-	-	-	-	-	-	(16,266)
Total Component Unit	\$ (72,550)	\$ -	\$ -	\$ -	-	-	-	(51,004)	(5,280)	(16,266)
General Revenues										
Sales taxes					9,666,996	-	9,666,996	-	52,543	23,064
Ad valorem taxes					1,028,032	-	1,028,032	-	-	-
Motor vehicle and gas taxes					654,927	-	654,927	-	-	-
Other taxes					1,462,447	-	1,462,447	-	-	-
Franchise taxes					1,784,524	-	1,784,524	-	-	-
Investment income					489,720	809,135	1,298,855	52,605	-	-
Other revenue					130,333	1,025,916	1,156,249	11,065	-	-
Transfers					525,837	(525,837)	-	-	-	-
Total General Revenues and Transfers					15,742,816	1,309,214	17,052,030	63,670	52,543	23,064
Special Item										
TIF closeout					(752,824)	-	(752,824)	-	322,748	-
Changes in Net Position					5,225,760	3,730,204	8,955,964	12,666	370,011	6,798
Net Position, Beginning of year, as previously reported					52,739,384	63,372,449	116,111,833	491,165	480,358	60,966
Change in Accounting Principle (GASB 101)										
Compensated Absences					(448,000)	(241,235)	(689,235)	-	-	-
Net Position, Beginning of year, as restated					52,291,384	63,131,214	115,422,598	491,165	480,358	60,966
Net Position, End of year	\$ 57,517,144	\$ 66,861,418	\$ 124,378,562	\$ 503,831	\$ 850,369	\$ 67,764				

See accompanying Notes to the Financial Statements.

City of West Plains

Balance Sheet – Governmental Funds

December 31, 2024

	General Fund	Special Revenue Funds			Nonmajor Governmental Funds	Total Governmental Funds
		Grants Fund	Transportation Sales Tax Fund	Capital Improvement Sales Tax Fund		
Assets						
Cash and cash equivalents	\$ 1,247,090	\$ -	\$ 2,220,912	\$ 2,714,821	\$ 682,868	\$ 6,865,691
Taxes receivable	1,041,624	-	243,939	221,834	349,879	1,857,276
Other accounts receivable	118,024	-	12,073	-	-	130,097
Court fines receivable, net	50,727	-	-	-	-	50,727
Intergovernmental receivable	-	3,499,153	-	-	-	3,499,153
Due from other funds	2,127,134	-	-	-	-	2,127,134
Inventory	96,594	-	-	-	-	96,594
Prepaid expenses	198,924	-	9,585	1,317	20,202	230,028
Restricted cash and cash equivalents	32,818	-	-	-	357,540	390,358
Total Assets	<u>\$ 4,912,935</u>	<u>\$ 3,499,153</u>	<u>\$ 2,486,509</u>	<u>\$ 2,937,972</u>	<u>\$ 1,410,489</u>	<u>\$ 15,247,058</u>
Liabilities, Deferred Inflow of Resources, and Fund Balance						
Liabilities						
Accounts payable	\$ 203,206	\$ 1,489,836	\$ 19,095	\$ 73,735	\$ 17,089	\$ 1,802,961
Accrued expenses	247,684	-	30,290	-	18,842	296,816
Court bonds payable	3,600	-	-	-	-	3,600
Due to other funds	-	2,009,317	-	-	117,817	2,127,134
Deposits payable	6,103	-	-	-	-	6,103
Other payables	9,427	-	-	-	-	9,427
Total Liabilities	<u>470,020</u>	<u>3,499,153</u>	<u>49,385</u>	<u>73,735</u>	<u>153,748</u>	<u>4,246,041</u>
Deferred Inflows of Resources						
Deferred revenue	<u>17,085</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,085</u>
Fund Balances						
Nonspendable						
Inventory	96,594	-	-	-	-	96,594
Prepaid items	198,924	-	-	-	17,276	216,200
Restricted for						
Economic development	-	-	-	-	65,856	65,856
Parks and recreation	-	-	-	-	1,804	1,804
MODAG grant	-	-	-	-	39,172	39,172
Police	23,115	-	-	-	74,400	97,515
Fire	-	-	-	-	3,660	3,660
Streets	-	-	2,437,124	-	-	2,437,124
Cemetery perpetual care	-	-	-	-	136,108	136,108
Golf	-	-	-	-	13,793	13,793
Library	-	-	-	-	760,435	760,435
Animal Control	-	-	-	-	522	522
Nuisance abatement	-	-	-	-	15,000	15,000
Capital improvements	-	-	-	2,864,237	-	2,864,237
Tourism	-	-	-	-	128,715	128,715
Unassigned	<u>4,107,197</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,107,197</u>
Total Fund Balances	<u>4,425,830</u>	<u>-</u>	<u>2,437,124</u>	<u>2,864,237</u>	<u>1,256,741</u>	<u>10,983,932</u>
Total Liabilities, Deferred Inflow of Resources, and Fund Balances	<u>\$ 4,912,935</u>	<u>\$ 3,499,153</u>	<u>\$ 2,486,509</u>	<u>\$ 2,937,972</u>	<u>\$ 1,410,489</u>	<u>\$ 15,247,058</u>

See accompanying Notes to the Financial Statements.

City of West Plains

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position

December 31, 2024

Fund balance - total governmental funds	\$ 10,983,932
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds:	
Governmental capital assets	136,803,129
Less accumulated depreciation	<u>(91,365,384)</u>
	45,437,745
The net pension asset and related deferred inflows and outflows are not available to pay for current period expenditures and, therefore, are not reported in the funds:	
Net pension asset	187,046
Deferred outflows due to pension	2,077,565
Deferred inflows due to pension	<u>(158,479)</u>
	2,106,132
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds	(1,027,750)
Adjustment of unavailable revenue	<u>17,085</u>
Net Position of Governmental Activities	<u><u>\$ 57,517,144</u></u>

See accompanying Notes to the Financial Statements.

City of West Plains

Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds

Year Ended December 31, 2024

	General Fund	Special Revenue Funds			Nonmajor Governmental Funds	Total Governmental Funds
		Grants Fund	Transportation Sales Tax Fund	Capital Improvement Sales Tax Fund		
Revenues						
Taxes	\$ 7,670,367	\$ -	\$ 3,004,114	\$ 2,434,127	\$ 1,488,318	\$ 14,596,926
Licenses and permits	108,171	-	-	-	-	108,171
Intergovernmental revenues	-	7,865,829	-	569,897	117,637	8,553,363
Charges for services	1,779,970	8,534	11,884	-	363,391	2,163,779
Donations	9,807	-	-	5,467	52,094	67,368
Miscellaneous	65,827	-	244	54,926	9,336	130,333
Interest	173,565	-	110,315	152,259	53,582	489,721
Total Revenues	9,807,707	7,874,363	3,126,557	3,216,676	2,084,358	26,109,661
Expenditures						
Current						
Administrative	395,895	-	-	-	-	395,895
Human resources	564,512	-	-	-	-	564,512
Public relations	50,419	-	-	-	-	50,419
Information technology	97,840	-	-	29,137	-	126,977
Building maintenance	147,557	-	-	-	-	147,557
Building official	171,280	-	-	-	-	171,280
City attorney	52,091	-	-	-	-	52,091
Court	175,528	-	-	-	-	175,528
Police	3,140,158	426,608	-	-	-	3,566,766
Animal control	75,964	-	-	-	-	75,964
Emergency management	122	-	-	-	-	122
Fire	1,431,901	5,416	-	-	-	1,437,317
Airport	256,851	-	-	3,500	-	260,351
Street	-	-	2,601,034	-	-	2,601,034
Cemetery	144,260	-	-	-	-	144,260
Shop	68,209	-	-	-	-	68,209
Health	25,710	-	-	-	-	25,710
Planning and zoning	164,185	-	-	-	-	164,185
Economic development	105,578	2,166,038	-	-	568,796	2,840,412
Tourism	-	-	-	-	635,643	635,643
Parks and recreation	1,021,877	-	-	30,706	-	1,052,583
Golf	513,263	-	-	4,000	-	517,263
Transit	249,845	-	-	-	-	249,845
Library	-	-	-	7,845	716,997	724,842
Civic center	955,126	-	-	16,010	-	971,136
Senior citizens	25,439	-	-	-	-	25,439
Miscellaneous	-	-	-	-	70,593	70,593
Capital Outlay	-	5,516,253	163,618	2,329,784	-	8,009,655
Debt Service						
Principal and interest	-	-	-	784,592	-	784,592
Total Expenditures	9,833,610	8,114,315	2,764,652	3,205,574	1,992,029	25,910,180

See accompanying Notes to the Financial Statements.

City of West Plains

Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds

Year Ended December 31, 2024

	General Fund	Grants Fund	Transportation Sales Tax Fund	Capital Improvement Sales Tax Fund	Nonmajor Governmental Funds	Total Governmental Funds
<i>Excess (Deficit) of Revenues Over Expenditures</i>	(25,903)	(239,952)	361,905	11,102	92,329	199,481
Other Financing Sources (Uses)						
Transfer in (out)	(207,723)	239,952	346,548	(27,940)	175,000	525,837
TIF closeout	321,432	-	161,151	161,157	(1,396,564)	(752,824)
Total Other Financing Sources (Uses)	113,709	239,952	507,699	133,217	(1,221,564)	(226,987)
<i>Net Change in Fund Balances</i>	87,806	-	869,604	144,319	(1,129,235)	(27,506)
Fund Balance, January 1	4,338,024	-	1,567,520	2,719,918	2,385,976	11,011,438
Fund Balance, December 31	<u><u>\$ 4,425,830</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,437,124</u></u>	<u><u>\$ 2,864,237</u></u>	<u><u>\$ 1,256,741</u></u>	<u><u>\$ 10,983,932</u></u>

See accompanying Notes to the Financial Statements.

City of West Plains

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities

Year Ended December 31, 2024

Net change in fund balances - total governmental funds	\$ (27,506)
--	-------------

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of these assets is allocated over their estimated useful lives on a straight line basis and reported as depreciation expense. The following is the detail of the amount of the change:

Capital outlay	7,452,644
Disposal of capital assets, net	(37,952)
Depreciation	(3,054,723)
	<hr/> 4,359,969

Some revenues reported in the governmental funds represent current financial resources and are recognized in the Statement of Activities when earned.

(55,684)

The issuance of long-term debt provides current financial resources to governmental funds. The repayment of the principal of long-term debt is a use of current financial resources of governmental funds. In the Statement of Activities, interest is accrued on outstanding debt whereas in the governmental funds, an interest expenditure is reported when due. The following is the detail of the net effect of these differences:

Repayment of principal on debt	752,510
Accrued interest payable	8,748
	<hr/> 761,258

Some expenditures reported in the governmental funds represent the use of current financial resources and are recognized in the Statement of Activities when incurred.

Change in compensated absences	83,067
Change in pension related costs	104,656
	<hr/> 187,723
Change in Net Position of Governmental Activities	<hr/> \$ 5,225,760

See accompanying Notes to the Financial Statements.

City of West Plains

Statement of Net Position – Enterprise Funds

December 31, 2024

	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund	Fiber Fund	Total Enterprise Funds
Assets						
Current Assets						
Cash and cash equivalents	\$ 1,101,110	\$ 5,754,353	\$ 3,617,261	\$ 1,601,889	\$ 49,168	\$ 12,123,781
Utilities receivable, net	1,489,510	265,631	241,893	374,285	7,714	2,379,033
Other accounts receivable	755,482	-	-	-	-	755,482
Inventory	1,661,212	717,263	-	-	-	2,378,475
Prepaid expenses	151,933	56,898	70,797	13,763	-	293,391
Total Current Assets	<u>5,159,247</u>	<u>6,794,145</u>	<u>3,929,951</u>	<u>1,989,937</u>	<u>56,882</u>	<u>17,930,162</u>
Restricted Assets						
Cash and cash equivalents	363,128	288,146	-	109,005	-	760,279
Capital Assets	47,347,237	24,134,139	24,852,612	4,913,554	1,706,468	102,954,010
Less accumulated depreciation	(22,458,473)	(12,677,699)	(10,863,969)	(3,636,830)	(479,823)	(50,116,794)
Total Capital Assets	<u>24,888,764</u>	<u>11,456,440</u>	<u>13,988,643</u>	<u>1,276,724</u>	<u>1,226,645</u>	<u>52,837,216</u>
Total Assets	<u>30,411,139</u>	<u>18,538,731</u>	<u>17,918,594</u>	<u>3,375,666</u>	<u>1,283,527</u>	<u>71,527,657</u>
Deferred Outflows of Resources						
Deferred pension outflows	273,853	146,458	104,217	315,254	-	839,782
Liabilities						
Current Liabilities						
Accounts payable	2,175,684	70,192	38,341	185,273	33	2,469,523
Accrued expenses	36,022	21,825	56,653	41,865	-	156,365
Accrued interest payable	-	3,974	-	-	-	3,974
Meter deposits payable	363,128	288,092	-	13,672	-	664,892
Current maturities of long-term liabilities	92,141	284,058	41,442	112,029	-	529,670
Total Current Liabilities	<u>2,666,975</u>	<u>668,141</u>	<u>136,436</u>	<u>352,839</u>	<u>33</u>	<u>3,824,424</u>
Long-Term Liabilities						
Certificates of participation payable	-	1,029,324	-	-	-	1,029,324
Net pension liability	198,067	105,927	75,376	228,011	-	607,381
Compensated absences payable	24,150	10,686	8,417	18,530	-	61,783
Total Long-Term Liabilities	<u>222,217</u>	<u>1,145,937</u>	<u>42,351</u>	<u>246,541</u>	<u>-</u>	<u>1,657,046</u>
Total Liabilities	<u>2,889,192</u>	<u>1,814,078</u>	<u>178,787</u>	<u>599,380</u>	<u>33</u>	<u>5,481,470</u>
Deferred Inflows of Resources						
Deferred pension inflows	8,006	4,282	3,047	9,216	-	24,551
Net Position						
Net investment in capital assets	24,888,764	10,192,116	13,988,643	1,276,724	1,226,645	51,572,892
Restricted	-	54	-	95,333	-	95,387
Unrestricted	2,899,030	6,674,659	3,852,334	1,710,267	56,849	15,193,139
Total Net Position	<u>\$ 27,787,794</u>	<u>\$ 16,866,829</u>	<u>\$ 17,840,977</u>	<u>\$ 3,082,324</u>	<u>\$ 1,283,494</u>	<u>\$ 66,861,418</u>

See accompanying Notes to the Financial Statements.

City of West Plains

Statement of Revenues, Expenses, and Changes in Net Position – Enterprise Funds

Year Ended December 31, 2024

	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund	Fiber Fund	Total Enterprise Funds
Operating Revenues						
Charges for services	\$ 17,695,622	\$ 2,599,541	\$ 2,440,399	\$ 3,520,755	\$ 75,260	\$ 26,331,577
Miscellaneous	932,105	13,263	15,480	65,068	-	1,025,916
Total Operating Revenues	<u>18,627,727</u>	<u>2,612,804</u>	<u>2,455,879</u>	<u>3,585,823</u>	<u>75,260</u>	<u>27,357,493</u>
Operating Expenses						
Wages and benefits	1,194,118	738,815	486,395	1,457,967	-	3,877,295
Franchise fees	1,380,709	-	-	-	-	1,380,709
Engineering	-	4,000	-	53,041	-	57,041
Purchased power	10,013,577	-	-	-	-	10,013,577
Landfill service	-	-	-	907,971	-	907,971
Gas, materials, and supplies	1,100,360	219,547	25,946	381,628	13	1,727,494
Repairs and maintenance	212,584	234,769	85,523	184,895	-	717,771
Utilities	87,199	164,042	135,576	22,982	36,890	446,689
Contracted services	109,298	134,739	1,234,454	8,315	187	1,486,993
Other operating expenses	768,445	203,094	168,429	70,109	477	1,210,554
Administration	1,128,090	173,379	162,656	217,256	4,488	1,685,869
Depreciation	1,071,959	514,886	431,302	291,575	109,823	2,419,545
Total Operating Expenses	<u>17,066,339</u>	<u>2,387,271</u>	<u>2,730,281</u>	<u>3,595,739</u>	<u>151,878</u>	<u>25,931,508</u>
<i>Operating Income (Loss)</i>	1,561,388	225,533	(274,402)	(9,916)	(76,618)	1,425,985
Nonoperating Revenues (Expenses)						
Interest income	214,420	292,637	221,907	95,993	1,805	826,762
Interest expense	-	(15,409)	(2,218)	-	-	(17,627)
Total Nonoperating Revenues (Expenses)	<u>214,420</u>	<u>277,228</u>	<u>219,689</u>	<u>95,993</u>	<u>1,805</u>	<u>809,135</u>
<i>Income (Loss) Before Contributions and Transfers</i>	1,775,808	502,761	(54,713)	86,077	(74,813)	2,235,120
Contributions and Transfers						
Capital contributions - federal source	-	407,362	1,613,559	-	-	2,020,921
Transfer (out)	(525,837)	-	-	-	-	(525,837)
<i>Changes in Net Position</i>	1,249,971	910,123	1,558,846	86,077	(74,813)	3,730,204
Beginning Net Position, as previously reported	26,612,323	15,992,975	16,316,240	3,092,604	1,358,307	63,372,449
Change in Accounting Principle						
Compensated Absences	(74,500)	(36,269)	(34,109)	(96,357)	-	(241,235)
Beginning Net Position, as restated	<u>26,537,823</u>	<u>15,956,706</u>	<u>16,282,131</u>	<u>2,996,247</u>	<u>1,358,307</u>	<u>63,131,214</u>
Net Position, December 31	<u>\$ 27,787,794</u>	<u>\$ 16,866,829</u>	<u>\$ 17,840,977</u>	<u>\$ 3,082,324</u>	<u>\$ 1,283,494</u>	<u>\$ 66,861,418</u>

See accompanying Notes to the Financial Statements.

City of West Plains

Statement of Cash Flows – Enterprise Funds

Year Ended December 31, 2024

	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund	Fiber Fund	Total Enterprise Funds
Cash Flows from Operating Activities						
Cash received from customers	\$ 17,899,837	\$ 2,628,792	\$ 2,432,693	\$ 3,601,205	\$ 74,909	\$ 26,637,436
Cash paid to suppliers	(14,352,256)	(1,123,852)	(1,907,163)	(1,766,944)	(42,215)	(19,192,430)
Cash paid to employees	(1,206,755)	(734,633)	(482,702)	(1,474,291)	-	(3,898,381)
Net Cash Provided by Operating Activities	2,340,826	770,307	42,828	359,970	32,694	3,546,625
Cash Flows from Noncapital Financing Activities						
Operating transfer in (out)	(525,837)	-	-	-	-	(525,837)
Net Cash (Used) by Noncapital Financing Activities	(525,837)	-	-	-	-	(525,837)
Cash Flows from Capital and Related Financing Activities						
Purchase of capital assets	(5,492,155)	(496,445)	(508,444)	(329,766)	-	(6,826,810)
Capital transfer (out)	-	-	(1,322,342)	-	-	(1,322,342)
Capital contributions	-	407,362	570,345	-	-	977,707
Payment of principal on long-term debt	-	(235,000)	(495,000)	-	-	(730,000)
Payment of interest expense	-	(18,884)	(4,198)	-	-	(23,082)
Net Cash (Used) by Capital and Related Financing Activities	(5,492,155)	(342,967)	(1,759,639)	(329,766)	-	(7,924,527)
Cash Flows from Investing Activities						
Interest received	214,420	292,637	221,907	95,992	1,805	826,761
Net Cash Provided by Investing Activities	214,420	292,637	221,907	95,992	1,805	826,761
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	<i>(3,462,746)</i>	<i>719,977</i>	<i>(1,494,904)</i>	<i>126,196</i>	<i>34,499</i>	<i>(4,076,978)</i>
Cash and Cash Equivalents, Beginning of year	4,926,984	5,322,522	5,112,165	1,584,698	14,669	16,961,038
Cash and Cash Equivalents, End of year	1,464,238	6,042,499	3,617,261	1,710,894	49,168	12,884,060
Less Restricted Cash and Cash Equivalents	363,128	288,146	-	109,005	-	760,279
Unrestricted Cash and Cash Equivalents	\$ 1,101,110	\$ 5,754,353	\$ 3,617,261	\$ 1,601,889	\$ 49,168	\$ 12,123,781

See accompanying Notes to the Financial Statements.

City of West Plains

Statement of Cash Flows – Enterprise Funds

Year Ended December 31, 2024

	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund	Fiber Fund	Total Enterprise Funds
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities						
Operating income (loss)	\$ 1,561,388	\$ 225,533	\$ (274,402)	\$ (9,916)	\$ (76,618)	\$ 1,425,985
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:						
Depreciation	1,071,959	514,886	431,302	291,575	109,823	2,419,545
(Increase) decrease in						
Receivables	(735,491)	35,981	(19,371)	20,582	(351)	(698,650)
Inventory	(42,834)	(44,589)	-	-	-	(87,423)
Prepaid expenses	26,493	2,806	1,763	7,164	169	38,395
Net pension asset	79,721	25,348	10,108	64,500	-	179,677
Deferred pension outflows	(56,814)	1,320	15,480	(15,384)	-	(55,398)
Increase (decrease) in						
Accounts payable	464,347	51,501	(96,342)	72,089	(329)	491,266
Compensated absences payable	(13,504)	(2,933)	(49,839)	(27,213)	-	(93,489)
Accrued expenses	(1,906)	(4,675)	40,416	(8,563)	-	25,272
Meter deposits payable	7,601	(19,993)	(3,815)	(5,200)	-	(21,407)
Deferred pension inflows	(20,134)	(14,878)	(12,472)	(29,664)	-	(77,148)
Net Cash Provided (Used) by Operating Activities	<u>\$ 2,340,826</u>	<u>\$ 770,307</u>	<u>\$ 42,828</u>	<u>\$ 359,970</u>	<u>\$ 32,694</u>	<u>\$ 3,546,625</u>

See accompanying Notes to the Financial Statements.

City of West Plains

Notes to the Financial Statements

December 31, 2024

1. Summary of Significant Accounting Policies

The City operates under a Council/City Administrator form of government. The City provides the following services as authorized by its charter: public safety (police and fire), streets, culture-recreation, public improvements, planning, and general administrative services. Other services include water, sewer, electric, fiber, and sanitation operations.

The accounting policies of the City conform to accounting principles generally accepted in the United States of America as applicable to governments. The following is a summary of the more significant policies.

Financial Reporting Entity

The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. Financially accountable means the primary government is accountable for the component unit and the primary government is able to impose its will or the component unit may provide financial benefits or impose a financial burden on the primary government. In addition, component units can be other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The City is a primary government, which is governed by an elected board. As required by accounting principles generally accepted in the United States of America, the City has evaluated the above criteria to determine whether any other entity meets the definition of a component unit and must be included in these financial statements. The component units discussed below are included in the City's reporting entity because of the significance of their operational or financial relationships with the City.

Component Units

West Plains Public Library Foundation

The West Plains Public Library Foundation, which is governed by an appointed Board of Directors, provides support for the West Plains Public Library. The West Plains Public Library Foundation is included in the financial statements of the City as a component unit due to its financial relationship with the City.

63 By-Pass Community Improvement District

Approved in 2006, the 63 By-Pass Community Improvement District, which is governed by a Board of Directors, provides support for financing improvements in the 63 By-Pass District. The formation of the District allows for the authorization of an additional 1% sales tax to make public improvements that will benefit the District and the City as a whole. This 1% sales tax was approved by the voters within the District and became effective July 2007. This District is an overlay for a Tax Increment Financing area.

City of West Plains

Notes to the Financial Statements

December 31, 2024

Ozark Hills Community Improvement District

Approved March 14, 2014, the Ozark Hills Community Improvement District, which is governed by a Board of Directors, provides support for financing improvements in the Ozark Hills District. The formation of the District allows for the authorization of an additional sales tax of up to 1% to make public improvements that will benefit the District and the City as a whole. This 1% sales tax was approved by the voters within the District and became effective in October 2014.

Government-Wide and Fund Financial Statements

The basic financial statements include both the government-wide (the Statement of Net Position and the Statement of Activities) and fund financial statements.

Government-Wide Financial Statements

The government-wide statements display information about the government as a whole. Interfund activity has been eliminated from these statements to minimize the duplication of internal activities. Governmental activities, which are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely on fees and charges for services for support.

In the government-wide Statement of Net Position, both the governmental and business-type activities are consolidated and presented on the full accrual, economic resources basis of accounting. The consolidated presentation incorporates long-term assets and receivables as well as long-term debt and obligations, and it provides information to improve analysis and comparability.

The government-wide Statement of Activities presents a comparison between direct expenses and program revenues for each function of the City's governmental and business-type activities. Direct expenses are those that are specifically associated with a program or a function. Program revenues include charges for goods or services offered by the programs and grants and contributions that are restricted to meet operating and capital expenses of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements

Separate fund financial statements report information on the City's governmental and proprietary funds. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column.

Governmental fund financial statements use the current financial resources measurement focus and the modified accrual basis of accounting. Consequently, the emphasis on near-term inflows and outflows of resources do not present the long-term impact of transactions. Conversely, the proprietary fund statements incorporate the accrual basis of accounting and focus on the change in total economic resources. This presentation records long-term assets and liabilities, and recognizes revenues and expenses when transactions occur, regardless of their impact on the flow of cash. Since the accounting differs significantly between the governmental funds and the proprietary funds, it is necessary to convert the governmental fund data to arrive at the government-wide financial statements. Therefore, reconciliations have been provided following the Governmental Funds Balance Sheet and the Statement of Revenues, Expenditures and Changes in Fund Balance identifying categories that required conversion from the fund statements.

City of West Plains

Notes to the Financial Statements

December 31, 2024

The City reports the following major governmental funds:

General Fund: The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Grants Fund: The Grants Fund is used to account for resources and restricted, committed, or assigned for grant agreements.

Transportation Sales Tax Fund: The Transportation Sales Tax Fund is used to account for revenue sources restricted, committed, or assigned for expenditures for transportation.

Capital Improvement Sales Tax Fund: The Capital Sales Tax Fund is used to account for revenue sources restricted, committed, or assigned for expenditures for capital improvement.

The City reports the following major proprietary funds:

Electric Fund: The Electric Fund accounts for the activities and capital improvements of the City's electric operations.

Water Fund: The Water Fund accounts for the activities and capital improvements of the City's water operations.

Sewer Fund: The Sewer Fund accounts for the activities and capital improvements of the City's sewer operations.

Sanitation Fund: The Sanitation Fund accounts for the activities and capital improvements of the City's sanitation operations.

Fiber Fund: The Fiber Fund accounts for the activities and capital improvements of the City's fiber operations.

Capital Assets

Capital assets include land, buildings, improvements, equipment, and infrastructure assets (e.g., roads, bridges, storm sewers, and similar items) and are included in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets, excluding land, are defined by the City as assets with a cost of \$5,000 or greater and an estimated useful life of at least one year. All land purchases are capitalized regardless of cost. All purchased fixed assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value on the date received. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

City of West Plains

Notes to the Financial Statements

December 31, 2024

In conformity with GASB 34, infrastructure, such as streets and storm sewers, has been capitalized. Additionally, the City elected to depreciate its infrastructure assets. Depreciation is provided in amounts sufficient to relate the cost of the depreciable assets to operations over their estimated service lives on the straight-line basis. The service lives by type of asset are as follows:

Plants, systems, and stations	20-100 years
Buildings and improvements	15-35 years
Machinery and equipment	5-15 years
Infrastructure	5-50 years
Vehicles	5-7 years

Expenditures for maintenance and repairs are charged to expense; renewals and betterments are capitalized.

Fair Value

The fair value measurement and disclosure framework provides for a fair value hierarchy that gives highest priority to quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. There have been no significant changes from the prior year in the methodologies used to measure fair value. The levels of the fair value hierarchy are described below:

Level 1: Inputs using quoted prices in active markets for identical assets or liabilities

Level 2: Inputs using significant other observable inputs including quoted prices for similar assets or liabilities

Level 3: Inputs are significant unobservable inputs

Pooled Cash, Cash Equivalents, and Investments

The City pools cash resources of its various funds in order to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. The balance in the pooled cash account is available to meet current operating requirements. For purposes of the statements of cash flows, the City considers all short-term investments with an original maturity of three months or less when acquired are considered cash equivalents.

Inventories

Inventories are stated at the lower of cost or market. Cost is determined using the average cost method. Inventory usage is recognized on the consumption method.

Compensated Absences

Employees earn paid time off based on the number of years' service to the City and sick leave at a standard rate per month of service. Outstanding paid time off is payable upon termination of employment. Upon separation from service, an employee is not entitled to receive payment for any accrued and unused sick leave. Compensated absences are recorded as a liability in the Statement of Net Position.

City of West Plains

Notes to the Financial Statements

December 31, 2024

Use of Estimates

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

Net Position

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

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

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

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

When an expense is incurred for purposes for which both restricted and unrestricted net position are available, the City first applies restricted net position.

Fund Balance Classification

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on constraints imposed on the use of these resources as follows:

Nonspendable fund balance: This classification includes amounts that cannot be spent because they are either a) not in spendable form or b) legally or contractually required to be maintained intact.

Restricted fund balance: This classification reflects the constraints imposed on resources either a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance: These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the City Council – the government’s highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the Council removes the specified use by taking the same type of action imposing the commitment.

Assigned fund balance: This classification reflects the amounts constrained by the City’s “intent” to be used for specific purposes, but are neither restricted nor committed. Assigned fund balances include all remaining amounts (except negative balances) that are reported in the governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.

City of West Plains

Notes to the Financial Statements

December 31, 2024

Unassigned fund balance: This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

In circumstances when a disbursement is made for a purpose for which amounts are available in multiple fund balance classifications, fund balance is depleted in the order of restricted, committed, assigned, and unassigned.

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 due and payable at that time. All unpaid taxes levied November 1 become delinquent after December 31 of that year.

Program Revenues

In the Statement of Activities, revenues that are derived directly from each activity or from parties outside the City's taxpayers are reported as program revenues. These include 1) charges for city court fines, licenses and permits, planning and zoning services, parks and recreation services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. All other governmental revenues are reported as general. All taxes are classified as general revenues, even if restricted for a specific purpose.

Operating Revenues and Expenses

Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods and services. All other revenues and expenses are considered nonoperating.

Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then. Currently, the City has one item that qualifies for reporting in this category, deferred amounts relating to the retirement plan.

In addition to liabilities, the Statement of Net Position and Balance Sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Currently, the City has two items that qualify for reporting in this category, deferred pension inflows relating to the retirement plan on the Statement of Net Position and deferred amounts relating to court fines on the Balance Sheet. These amounts are recognized as an inflow of resources in the period that the amounts become available.

Debt Premiums

Debt premiums are amortized over the term of the debt obligation using the straight-line method, which approximates the effective interest method. Debt premiums are netted with the corresponding debt principal liability.

City of West Plains

Notes to the Financial Statements

December 31, 2024

Pensions

For purposes of measuring the net pension asset/liability, deferred outflow of resources and deferred inflow 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.

New Pronouncements

During the year ended December 31, 2024, the City implemented GASB Statement No. 100 – *Accounting Changes and Error Corrections*. The objective of this statement is to enhance accounting and financial reporting requirements for accounting changes, and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The City also implemented GASB Statement No. 101 – *Compensated Absences*. The objective of this statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences and amends certain previously required disclosures.

2. Cash & Cash Equivalents

State statutes require that the City's deposits be collateralized in the name of the City by the trust department of a bank that does not hold the collateralized deposits. As of December 31, 2024, the City's deposits were adequately insured and collateralized.

3. Investments

West Plains Public Library Foundation

The West Plains Public Library Foundation has \$488,868 invested with the Community Foundation of the Ozarks' pooled investment fund, in which the Foundation has a pro-rata share. These investments are fair value level 2.

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of failure of the counterparty, the entity will not be able to recover the value of its investment. The Foundation's pooled investments are perfected in the name, or for the account of the Foundation, and are held by a third-party custodian as evidenced by safekeeping receipts.

Interest Rate Risk

The City has no formal policy on interest rate risk.

City of West Plains

Notes to the Financial Statements

December 31, 2024

4. Restricted Assets

Cash and investments and net position/fund balance have been restricted in the following funds and activities as follows:

	Restricted Cash and Investments	Restricted Fund Balance/ Net Position
General Fund		
Inmate fund	\$ 23,115	\$ 23,115
Court bonds	3,600	-
Deposits held	6,103	-
	<u>\$ 32,818</u>	<u>\$ 23,115</u>
Transportation Sales Tax Fund		
Transportation sales tax	<u>\$ -</u>	<u>\$ 2,437,124</u>
Capital Improvement Sales Tax Fund		
Capital improvement sales tax	<u>\$ -</u>	<u>\$ 2,864,237</u>
Nonmajor Governmental Funds		
Animal Control	\$ 522	\$ 522
Cemetery perpetual care	136,108	136,108
Economic development	65,856	65,856
Galloway park donations	1,804	1,804
MODAG grant	39,172	39,172
Fire department	3,660	3,660
Nuisance abatement	15,000	15,000
Police equipment/training	72,667	65,442
K-9 Unit	8,958	8,958
Golf	13,793	13,793
Library	-	760,435
Tourism	-	128,715
	<u>\$ 357,540</u>	<u>\$ 1,239,465</u>
Electric Fund		
Service deposits	<u>\$ 363,128</u>	<u>\$ -</u>
Water Fund		
2021 COP reserves	\$ 54	\$ 54
Service deposits	288,092	-
	<u>\$ 288,146</u>	<u>\$ 54</u>
Sanitation Fund		
Landfill closure	\$ 95,333	\$ 95,333
Service deposits	13,672	-
	<u>\$ 109,005</u>	<u>\$ 95,333</u>

City of West Plains

Notes to the Financial Statements

December 31, 2024

5. Accounts Receivable

Utilities receivable is presented net of an allowance for doubtful accounts as follows:

	<u>Gross Receivable</u>	<u>Allowance</u>	<u>Net Receivable</u>
Utilities Receivable			
Electric Fund	\$ 2,760,192	\$ 1,270,682	\$ 1,489,510
Water Fund	582,177	316,546	265,631
Sewer Fund	433,863	191,970	241,893
Sanitation Fund	549,457	175,172	374,285
Fiber Fund	7,714	-	7,714
	<u>\$ 4,333,403</u>	<u>\$ 1,954,370</u>	<u>\$ 2,379,033</u>

Court fines receivable is presented net of an allowance for doubtful accounts as follows:

	<u>Gross Receivable</u>	<u>Allowance</u>	<u>Net Receivable</u>
Court Fines Receivable			
General Fund	<u>\$ 84,897</u>	<u>\$ 34,170</u>	<u>\$ 50,727</u>

6. Assessed Valuation, Tax Levy, & Legal Debt Margin

The assessed valuation of the tangible property and the tax levy per \$100 assessed valuation of that property were as follows:

	<u>2024</u>
Assessed Valuation	
Real estate	\$ 142,601,011
Personal property	49,526,466
Total	<u>\$ 192,127,477</u>
	<u>2024</u>
Tax Rate Per \$100 of Assessed Valuation	
General	\$.3115
Library	.1960
	<u>\$.5075</u>

City of West Plains

Notes to the Financial Statements

December 31, 2024

The legal debt margin at December 31, 2024, was computed as follows:

	General Obligation Bonds		
	Ordinary (1)	Additional (2)	Total
Constitutional Debt Limit	\$ 19,212,748	\$ 19,212,748	\$ 38,425,495
General Obligation Bonds Payable	-	-	-
Legal Debt Margin	\$ 19,212,748	\$ 19,212,748	\$ 38,425,495

(1) Under Article VI, Section 26(b) and (c), Missouri Constitution, the City, by a vote of its qualified electors voting therein, may incur an indebtedness for any purposes authorized in the charter of the City or by any general law of the State of Missouri. The borrowings authorized by this section shall not exceed ten percent of the value of the taxable tangible property in the City.

(2) Under Article VI, Section 26(d) and (e), Missouri Constitution, the City, by a vote of its qualified electors voting therein, may become indebted not exceeding in the aggregate an additional ten percent for the purpose of acquiring rights-of-way, construction, extending, and improving streets and avenues, and/or sanitary or storm sewer systems; and purchasing or constructing waterworks, electric or other light plants, provided that the total general obligation indebtedness of the City does not exceed twenty percent of the value of the taxable tangible property in the City.

7. Long-Term Liabilities – Business-Type Activities

Long-term liabilities in the Enterprise Fund consists of the Series 2021 Certificates of Participation, and compensated absences.

Series 2021 Refunding Certificate of Participation

On January 25, 2021 the City issued \$1,935,000 in Certificates of Participation. The Certificates of Participation bear interest at 1.09%. Interest payments are due semi-annually on March 15 and September 15 of each year. In the event of default, after 60 days the seller may take possession of any property covered under the certificate and take any action at law or in equity that is deemed necessary or desirable to enforce its rights with respect to the property.

The Certificates of Participation outstanding at December 31, 2024, are due as follows:

Year Ending December 31,	Principal	Interest	Total
2025	\$ 235,000	\$ 13,625	\$ 248,625
2026	240,000	11,063	251,063
2027	240,000	8,448	248,448
2028	245,000	5,832	250,832
2029	250,000	3,162	253,162
2030	40,000	436	40,436
	\$ 1,250,000	\$ 42,566	\$ 1,292,566

City of West Plains

Notes to the Financial Statements

December 31, 2024

A summary of the changes in long-term liabilities – business-type activities for the year ended December 31, 2024, is as follows:

	Balance December 31, 2023	Additions	Retirements	Balance December 31, 2024	Amount due within one year
Revenue Bonds					
Series 2020	\$ 495,000	\$ -	\$ 495,000	\$ -	\$ -
Certificates of Participation					
Series 2021	1,485,000	-	235,000	1,250,000	235,000
Premium	17,052	-	2,728	14,324	-
	1,502,052	-	237,728	1,264,324	235,000
Compensated Absences, as Restated	408,500	-	52,047	356,453	294,670
Total	\$ 2,405,552	\$ -	\$ 784,775	\$ 1,620,777	\$ 529,670

8. Long-Term Liabilities – Governmental Activities

Long-term liabilities for governmental activities at December 31, 2024, consists of two financed purchases, and compensated absences.

Finance Purchased Agreement – Golf Vehicles

On June 1, 2020, the City entered into a financed purchase agreement to finance the purchase of golf carts and two golf utility vehicles. The agreement requires monthly payments of \$1,318 and final payment of \$42,005, which includes interest at 3.3%. The balance of the agreement was adjusted during the year ended December 31, 2023 to add two golf utility vehicles. In the event of default, the seller may declare all rental payments immediately due and payable and/or take possession of the equipment at the expense of the City.

The City's agreement provide for the cancellation of the agreement at the City's option on the renewal dates each year per State statute, however the City does not foresee exercising its option to cancel. Therefore, the agreement is accounted for as a noncancellable financed purchase.

The following is a schedule of future payments under the agreement (assuming noncancellation):

Year Ending December 31,	Direct Borrowing
2025	Golf Vehicles \$ 15,816
2026	48,595
	Total Minimum Payments 64,411
	Less Amount Representing Interest (2,888)
	Principal Balance December 31, 2024 \$ 61,523

City of West Plains

Notes to the Financial Statements

December 31, 2024

Finance Purchased Agreement – Radio Equipment

On December 19, 2019, the City entered into a financed purchase agreement to finance the purchase of radio equipment. The agreement requires annual payments of \$42,874, which includes interest at 3.08%. In the event of default, the seller may declare all rental payments immediately due and payable and/or take possession of the radio equipment at the expense of the City.

The City's financed purchase agreement provide for the cancellation of the agreement at the City's option on the renewal dates each year per State statute, however the City does not foresee exercising its option to cancel. Therefore, the agreement is accounted for as a noncancellable financed purchase.

The following is a schedule of future payments under the agreement (assuming noncancellation):

<u>December 31,</u>	<u>Radio Equipment</u>
2025	\$ 42,874
2026	42,874
2027	42,874
2028	42,874
2029	42,874
Total Minimum Payments	214,370
Less Amount Representing Interest	(18,467)
Principal Balance December 31, 2024	<u>\$ 195,903</u>

A summary of the changes in long-term liabilities – governmental activities for the year ended December 31, 2024, is as follows:

	<u>Balance December 31, 2023</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance December 31, 2024</u>	<u>Amount due within one year</u>
Certificates of Participation					
Series 2012	\$ 420,000	\$ -	\$ 420,000	\$ -	\$ -
Series 2015	265,000	-	265,000	-	-
Premium on Series 2015	2,306	-	2,306	-	-
	<u>687,306</u>	<u>-</u>	<u>687,306</u>	<u>-</u>	<u>-</u>
Direct Borrowing					
Financed Purchases					
Motorola equipment	231,641	-	35,738	195,903	36,840
Golf equipment	16,251	-	16,251	-	-
Golf vehicles	74,738	-	13,215	61,523	13,744
	<u>322,630</u>	<u>-</u>	<u>65,204</u>	<u>257,426</u>	<u>50,584</u>
Compensated absences, as					
Restated	853,391	-	83,067	770,324	677,161
Total	<u>\$ 1,863,327</u>	<u>\$ -</u>	<u>\$ 835,577</u>	<u>\$ 1,027,750</u>	<u>\$ 727,745</u>

City of West Plains

Notes to the Financial Statements

December 31, 2024

9. Capital Assets

Capital asset activity for the year ended December 31, 2024, was as follows:

	Balance December 31, 2023	Additions	Deletions	Balance December 31, 2024
Governmental Activities				
Non-Depreciable Capital Assets				
Construction in progress	\$ 874,846	\$ 1,878,440	\$ 359,270	\$ 2,394,016
Land	4,701,140	2,973,763	35,000	7,639,903
Total Non-depreciable Capital Assets	<u>5,575,986</u>	<u>\$ 4,852,203</u>	<u>\$ 394,270</u>	<u>10,033,919</u>
Depreciable Capital Assets				
Building and improvements	23,996,064	\$ 700,345	\$ -	24,696,409
Machinery and equipment	7,814,554	522,563	77,681	8,259,436
Vehicles	6,009,768	980,282	549,873	6,440,177
Infrastructure	84,731,702	653,037	-	85,384,739
Land improvements	1,849,965	138,484	-	1,988,449
Total Depreciable Capital Assets	<u>124,402,053</u>	<u>\$ 2,994,711</u>	<u>\$ 627,554</u>	<u>126,769,210</u>
Less Accumulated Depreciation	88,900,263	\$ 3,054,723	\$ 589,602	91,365,384
Total Depreciable Capital Assets, net	<u>35,501,790</u>			<u>35,403,826</u>
Total Governmental Activities Capital Assets, net	<u>\$ 41,077,776</u>			<u>\$ 45,437,745</u>

City of West Plains

Notes to the Financial Statements

December 31, 2024

Depreciation expense for governmental activities was charged to functions as follows:

Administrative	\$ 81,071
Human resources	792
Information technology	2,435
Building maintenance	15,881
Police	275,270
Animal control	8,219
Fire	339,279
Airport	173,076
Street	1,409,223
Cemetery	2,554
Shop	20,031
City hall complex	113,405
Tourism	8,737
Parks and recreation	205,691
Golf	20,405
Transit	42,450
Library	53,558
Civic center	282,646
	<hr/>
	\$ 3,054,723

City of West Plains

Notes to the Financial Statements

December 31, 2024

	Balance December 31, 2023	Additions	Deletions	Balance December 31, 2024
Business-Type Activities				
Water				
Non-Depreciable Capital Assets				
Land	\$ 172,002	\$ -	\$ -	\$ 172,002
Total Non-Depreciable Capital Assets	<u>172,002</u>	<u>\$ -</u>	<u>\$ -</u>	<u>172,002</u>
Depreciable Capital Assets				
Buildings and improvements	142,490	\$ -	\$ -	142,490
Plant	20,395,502	458,055	-	20,853,557
Equipment	2,554,466	-	-	2,554,466
Vehicles	407,365	38,390	34,131	411,624
Total Depreciable Capital Assets	<u>23,499,823</u>	<u>\$ 496,445</u>	<u>\$ 34,131</u>	<u>23,962,137</u>
Less Accumulated Depreciation	<u>12,196,944</u>	<u>\$ 514,886</u>	<u>\$ 34,131</u>	<u>12,677,699</u>
Depreciable Capital Assets, net	<u>11,302,879</u>			<u>11,284,438</u>
Electric				
Non-Depreciable Capital Assets				
Land	406,873	\$ 347,800	\$ -	754,673
Construction in progress	1,258,621	1,036,038	681,359	1,613,300
Total Non-Depreciable Capital Assets	<u>1,665,494</u>	<u>\$ 1,383,838</u>	<u>\$ 681,359</u>	<u>2,367,973</u>
Depreciable Capital Assets				
Buildings and improvements	1,034,956	\$ -	\$ -	1,034,956
Plant	31,816,822	5,396,171	414,466	36,798,527
Equipment	4,929,906	33,887	-	4,963,793
Vehicles	1,983,471	198,517	-	2,181,988
Total Depreciable Capital Assets	<u>39,765,155</u>	<u>\$ 5,628,575</u>	<u>\$ 414,466</u>	<u>44,979,264</u>
Less Accumulated Depreciation	<u>21,731,375</u>	<u>\$ 1,071,959</u>	<u>\$ 344,861</u>	<u>22,458,473</u>
Depreciable Capital Assets, net	<u>18,033,780</u>			<u>22,520,791</u>

City of West Plains

Notes to the Financial Statements

December 31, 2024

Sewer

Depreciable Capital Assets

Buildings and improvements	10,275,892	\$ -	\$ -	10,275,892
Plant	12,217,174	434,081	-	12,651,255
Equipment	1,547,073	-	-	1,547,073
Vehicles	339,844	74,363	35,815	378,392
Total Depreciable Capital Assets	24,379,983	\$ 508,444	\$ 35,815	24,852,612

Less Accumulated Depreciation

	10,468,482	\$ 431,302	\$ 35,815	10,863,969
--	------------	------------	-----------	------------

Depreciable Capital Assets, net

13,911,501 **13,988,643**

Sanitation

Non-Depreciable Capital Assets

Land	16,050	\$ -	\$ -	16,050
Construction in progress	-	34,409	-	34,409
Total Non-Depreciable Capital Assets	16,050	\$ 34,409	\$ -	50,459

Depreciable Capital Assets

Buildings and improvements	417,992	\$ 92,500	\$ -	510,492
Transfer station	540,911	-	-	540,911
Equipment	965,017	-	-	965,017
Vehicles	2,680,037	202,857	36,219	2,846,675
Total Depreciable Capital Assets	4,603,957	\$ 295,357	\$ 36,219	4,863,095

Less Accumulated Depreciation

	3,381,475	\$ 291,574	\$ 36,219	3,636,830
--	-----------	------------	-----------	-----------

Depreciable Capital Assets, net

1,222,482 **1,226,265**

Fiber

Depreciable Capital Assets

Infrastructure	1,426,134	\$ -	\$ -	1,426,134
Transfer station	17,219	-	-	17,219
Equipment	263,115	-	-	263,115
Total Depreciable Capital Assets	1,706,468	\$ -	\$ -	1,706,468

Less Accumulated Depreciation

	370,000	\$ 109,823	\$ -	479,823
--	---------	------------	------	---------

Depreciable Capital Assets, net

1,336,468 **1,226,645**

Total Capital Assets, net

\$ 47,660,656 **\$ 52,837,216**

City of West Plains

Notes to the Financial Statements

December 31, 2024

Component Units

	Balance December 31, 2023	Additions	Deletions	Balance December 31, 2024
63 ByPass Community				
Improvement District				
Depreciable Capital Assets				
Infrastructure	\$ 249,571	\$ -	\$ -	\$ 249,571
Total Depreciable Capital Assets	<u>249,571</u>	<u>\$ -</u>	<u>\$ -</u>	<u>249,571</u>
Less Accumulated Depreciation	69,182	\$ 4,991	\$ -	74,173
Depreciable Capital Assets, net	<u>\$ 180,389</u>			<u>\$ 175,398</u>
Ozark Hills Community				
Improvement District				
Depreciable Capital Assets				
Infrastructure	\$ 63,321	\$ -	\$ -	\$ 63,321
Total Depreciable Capital Assets	<u>63,321</u>	<u>\$ -</u>	<u>\$ -</u>	<u>63,321</u>
Less Accumulated Depreciation	5,648	\$ 1,266	\$ -	6,914
Depreciable Capital Assets, net	<u>\$ 57,673</u>			<u>\$ 56,407</u>

10. Employee Pension Plan

General Information about the Pension Plan

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

City of West Plains

Notes to the Financial Statements

December 31, 2024

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.

	2024 Valuation
Benefit multiplier	2.00% 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.

Employees Covered by Benefit Terms. At June 30, 2024, the following employees were covered by the benefit terms:

	General	Police	Fire	Total
Retirees and beneficiaries	124	30	31	185
Inactive, nonretired members	58	20	13	91
Active members	130	30	13	173
	<u>312</u>	<u>80</u>	<u>57</u>	<u>449</u>

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. Employer contribution rates are 21.4% (General), 16.1% (Police), and 6.8% (Fire) of annual covered payroll.

Net Pension Liability/Asset. The employer's net pension liability/asset was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability/asset was determined by an actuarial valuation as of February 29, 2024.

Actuarial Assumptions. The total pension liability in the February 29, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75% wage inflation, 2.25% price inflation
Salary Increase	2.75% to 6.75% including wage inflation for general 2.75% to 6.55% wage inflation for police 2.75% to 7.15% wage inflation for fire
Investment rate of return	7.00%, net of investment expenses

City of West Plains

Notes to the Financial Statements

December 31, 2024

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

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

The actuarial assumptions used in the February 29, 2024, valuation were based on the results of an actuarial experience study for the period March 1, 2015 through February 29, 2020.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Alpha	5.00%	2.37%
Equity	39.00%	5.37%
Fixed Income	23.00%	1.47%
Real Assets	33.00%	3.45%
Strategic Assets	7.00%	3.46%
Cash/Leverage	-7.00%	-0.26%

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

City of West Plains

Notes to the Financial Statements

December 31, 2024

Changes in the Net Pension (Asset) Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension (Asset)/Liability (a) - (b)
General Division			
Balances at beginning of year	\$ 33,007,550	\$ 31,977,186	\$ 1,030,364
Changes for the year			
Service cost	706,815	-	706,815
Interest	2,273,745	-	2,273,745
Difference between expected and actual experiences	117,707	-	117,707
Contributions - employer	-	1,296,352	(1,296,352)
Net investment income	-	1,689,277	(1,689,277)
Benefits paid, including refunds	(1,775,844)	(1,775,844)	-
Administrative expenses	-	(38,527)	38,527
Other changes	-	(323,382)	323,382
<i>Net changes</i>	<u>1,322,423</u>	<u>847,876</u>	<u>474,547</u>
Balances at end of year	34,329,973	32,825,062	1,504,911

City of West Plains

Notes to the Financial Statements

December 31, 2024

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension (Asset)/Liability
	(a)	(b)	(a) - (b)
Police Division			
Balances at beginning of year	6,788,719	7,312,596	(523,877)
Changes for the year			
Service cost	169,146	-	169,146
Interest	468,905	-	468,905
Difference between expected and actual experiences	332,699	-	332,699
Contributions - employer	-	253,239	(253,239)
Net investment income	-	373,480	(373,480)
Benefits paid, including refunds	(352,402)	(352,402)	-
Administrative expenses	-	(9,230)	9,230
Other changes	-	27,273	(27,273)
<i>Net changes</i>	618,348	292,360	325,988
Balances at end of year	7,407,067	7,604,956	(197,889)
Fire Division			
Balances at beginning of year	4,140,036	5,218,923	(1,078,887)
Changes for the year			
Service cost	116,995	-	116,995
Interest	287,616	-	287,616
Difference between expected and actual experiences	133,454	-	133,454
Contributions - employer	-	56,288	(56,288)
Net investment income	-	268,411	(268,411)
Benefits paid, including refunds	(180,550)	(180,550)	-
Administrative expenses	-	(6,555)	6,555
Other changes	-	27,721	(27,721)
<i>Net changes</i>	357,515	165,315	192,200
Balances at end of year	4,497,551	5,384,238	(886,687)
Total Plan Balances at end of year	<u>\$ 46,234,591</u>	<u>\$ 45,814,256</u>	<u>\$ 420,335</u>

City of West Plains

Notes to the Financial Statements

December 31, 2024

The Net Pension (Asset) Liability is allocated as follows:

	Net Pension (Asset) Liability
Governmental Activities	\$ (187,046)
Business-Type Activities	607,381
	<u>\$ 420,335</u>

Sensitivity of the Net Pension (Asset) Liability to Changes in the Discount Rate. The following present the Net Pension (Asset) Liability of the employer, calculated using the discount rate of 7.00%, as well as what the employer's Net Pension (Asset) Liability would be using a discount rate that is one percentage point lower (6.00%) or one percentage point higher (8.00%) than the current rate.

	1% Decrease 6.00%	Current Single Discount Rate Assumption 7.00%	1% Increase 8.00%
General Division			
Total pension liability	\$ 39,202,301	\$ 34,329,973	\$ 30,326,224
Fiduciary net position	32,825,062	32,825,062	32,825,062
Net Pension (Asset) Liability	<u>6,377,239</u>	<u>1,504,911</u>	<u>(2,498,838)</u>
Police Division			
Total pension liability	8,492,005	7,407,067	6,524,713
Fiduciary net position	7,604,956	7,604,956	7,604,956
Net Pension (Asset) Liability	<u>887,049</u>	<u>(197,889)</u>	<u>(1,080,243)</u>
Fire Division			
Total pension liability	5,131,882	4,497,551	3,977,685
Fiduciary net position	5,384,238	5,384,238	5,384,238
Net Pension (Asset) Liability	<u>(252,356)</u>	<u>(886,687)</u>	<u>(1,406,553)</u>
Total Net Pension (Asset) Liability	<u>\$ 7,011,932</u>	<u>\$ 420,335</u>	<u>\$ (4,985,634)</u>

City of West Plains

Notes to the Financial Statements

December 31, 2024

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

For the year ended December 31, 2024, the employer recognized pension expense of \$1,419,431 in the general division, \$98,161 in the police division, and \$69,665 in the fire division.

The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Net Deferred Outflows (Inflows) of Resources
General Division			
Differences in experiences	\$ 507,759	\$ -	\$ 507,759
Assumption changes	-	(60,829)	(60,829)
Differences in earnings	917,158	-	917,158
Contributions subsequent to the measurement date*	655,809	-	655,809
	<u>2,080,726</u>	<u>(60,829)</u>	<u>2,019,897</u>
Police Division			
Differences in experiences	231,197	(110,426)	120,771
Assumption changes	-	(2,308)	(2,308)
Differences in earnings	211,887	-	211,887
Contributions subsequent to the measurement date*	129,543	-	129,543
	<u>572,627</u>	<u>(112,734)</u>	<u>459,893</u>
Fire Division			
Differences in experiences	88,741	(9,161)	79,580
Assumption changes	-	(306)	(306)
Differences in earnings	150,964	-	150,964
Contributions subsequent to the measurement date*	24,289	-	24,289
	<u>263,994</u>	<u>(9,467)</u>	<u>254,527</u>
	<u>\$ 2,917,347</u>	<u>\$ (183,030)</u>	<u>\$ 2,734,317</u>

City of West Plains

Notes to the Financial Statements

December 31, 2024

The deferred (inflow) and outflow of resources are allocated as follows:

	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Net Deferred Outflows/(Inflows) of Resources
Governmental Activities	\$ 2,077,565	\$ (158,479)	\$ 1,919,086
Business-Type Activities	839,782	(24,551)	815,231
	<u>\$ 2,917,347</u>	<u>\$ (183,030)</u>	<u>\$ 2,734,317</u>

*The amount reported as deferred outflows of resources resulting from contributions subsequent to the measurement date will be recognized as an addition/reduction to the net pension asset/liability for the year ending December 31, 2025.

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

Year Ending December 31,	Net Deferred (Inflows) of Resources			
	General	Police	Fire	Total
2025	\$ 3,520	\$ (68,507)	\$ (12,917)	\$ (77,904)
2026	901,071	275,921	170,617	1,347,609
2027	352,427	95,813	53,864	502,104
2028	107,070	27,123	18,674	152,867
Total	<u>\$ 1,364,088</u>	<u>\$ 330,350</u>	<u>\$ 230,238</u>	<u>\$ 1,924,676</u>

Payable to the Pension Plan

At December 31, 2024, the City had \$124,524 in contributions payable to the pension plan required for the year ended December 31, 2024.

11. Risk Management

The City is exposed to various risks of losses related to torts: theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has transferred its risk by obtaining coverage from a public self-insured insurance pool. In addition, it has effectively managed risk through various employee education and prevention programs. There has been no significant reduction in insurance coverage from the previous year.

12. Internal Balances

Internal balances as of December 31, 2024, consisted of the following:

	General Fund	Grants Fund	Nonmajor Governmental Funds	Total
Internal balances, net	<u>\$ 2,127,134</u>	<u>\$ (2,009,317)</u>	<u>\$ (117,817)</u>	<u>\$ -</u>

City of West Plains

Notes to the Financial Statements

December 31, 2024

During the course of its operations, the City has numerous transactions between funds to finance operation, provide services, construct assets and service debt. To the extent that certain transactions between funds had not been paid or received as of December 31, 2024, balances of interfund amounts receivable or payable have been recorded within the fund financial statements and are planned to be repaid in the subsequent year.

13. Interfund Transfers

Transfers between funds of the City for the period ended December 31, 2024, were as follows:

	Transfers In (Out)
General Fund	\$ (207,723)
Grants Fund	239,952
Transportation Sales Tax Fund	346,548
Capital Improvement Sales Tax Fund	(27,940)
Nonmajor Governmental Funds	175,000
Electric Fund	(525,837)
	<u>\$ -</u>

Transfers are used to (1) move receipts from the fund that statute or budget requires to collect them to the fund that statute or budget requires to disburse them, and (2) use unrestricted receipts in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

14. Conduit Debt

On December 1, 2013, the City authorized the issuance of \$7,500,000 aggregate maximum principal amount of Taxable Industrial Development Revenue Bonds (Hoover Brothers Farms, Inc. Project), Series 2013. The issuance is Chapter 100 debt in order to provide economic financial assistance to a third-party private entity and the City has no obligation beyond the rents, revenues, and receipts derived by the City from the Project; therefore, the issue does not constitute a debt of the City and, accordingly, are not included in the City's statement of net position. The bonds are issued as the Project proceeds. At December 31, 2024, the amount issued and outstanding was \$2,012,127.

15. Claims & Adjustments

The City participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulation, the City may be required to reimburse the grantor government. As of December 31, 2024, expenditures have not been audited by grantor governments, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual government funds or the overall financial position of the City.

City of West Plains

Notes to the Financial Statements

December 31, 2024

16. Deferred Revenue

Revenue has not been realized for receivables not expected to be collected within sixty days of year-end but are expected to be collectible. Deferred revenue as of December 31, 2024, consists of the following:

Court fines	\$ 17,085
-------------	-----------

17. Tax Increment Financing Districts & Community Improvement Districts

TIF #2 taxes are pledged to repay the Bond anticipation note, which was used for public improvements. The City is only obligated if taxes are collected, and through October 2028.

18. Tax Abatements

The amount of foregone tax revenues for the year ending December 31, 2024, consisted of the following:

Tax Abatement Program	Type of Tax Abated	Amount of Taxes Abated
Tax Increment Financing Districts	Sales tax	\$ 571,784
Tax Increment Financing Districts	Property tax	91,913
Urban Redevelopment (Chapter 353)	Property tax	18,838
Chapter 100	Property tax	9,260
Enhanced Enterprise Zone	Property tax	4,166
		<u>\$ 695,961</u>

- The City has entered into three Tax Incremental Financing (TIF) Districts which are economic development tools which redirects local tax revenues towards the redevelopment of eligible properties that are otherwise economically unfeasible. Sections 99.800-99.865, RSMo, the Real Property Tax Increment Allocation Redevelopment Act, enables cities to finance certain redevelopment costs with the incremental tax revenue generated by the net increase in assessed valuation resulting from the redevelopment. The purpose of the three TIF Districts is to remove blight, improve roads and traffic flow, and attract new retail development and restaurants.
- The City has entered into three agreements under the Urban Redevelopment Corporation Law, or Chapter 353, which is an economic development tool to encourage redevelopment of blighted areas. Under Sections 353.010-353.190, RSMo, the Urban Redevelopment Corporation has a tax abatement available for 25 years. During the first 10 years, the property is not subject to real property taxes except in the amount of real property taxes assessed on the land during the calendar year during with the Urban Redevelopment Corporation acquired title to the real property. For the remaining 15 years, the property may be assessed up to 50% of its true value. The purpose of the abatements are to tear down a blighted hotel and build a new hotel.
- The City and Howell County have entered into agreements under the Enhanced Enterprise Zones Program which is designed to attract new or expanding businesses to the area. Under Sections 135.950-135.970, RSMo., for a manufacturer, distributor, or certain service industries to qualify for the 50% tax abatement for 10 years, the

City of West Plains

Notes to the Financial Statements

December 31, 2024

business must meet certain minimum criteria depending on the type of business facility. New or expanded business facilities must have two new employees and \$100,000 in new investment. Replacement business facilities must have two new employees and \$1,000,000 in new investment. Both types of business facilities must also offer health insurance to full time employees in Missouri, of which at least 50% is paid by the employer. The purpose of the abatements are to encourage job creation in blighted areas within the City

- The City has entered into one agreement under the Chapter 100 Industrial Development Act which allows cities or counties to purchase or construct certain types of projects with bond proceeds and lease the project to a company under Sections 100.010-100.200, RSMo. Eligible projects include the purchase, construction, extension and improvement of warehouses, distributions facilities, research and development facilities, office industries, agricultural processing industries, service facilities which provide interstate commerce, and industrial plants. Since the city or county owns the property and leases it to the company, an amount of the property taxes can be abated for a term agreed on by the city or county issuer and the company. The purpose of the abatement is to encourage job creation and maintain at least 250 employees on-site for 15 years.

19. Commitments

At December 31, 2024, the City had the following commitments:

Contractor	Project	Amount
Capital Paving & Construction	US 160 Independence Drive	\$ 7,918,529
Cary Stewart Construction	Bruce Smith Parkway Improvements	117,937
Crawford, Murphy & Tilly Engineers	US 160 Highway Overpass	712,449
Terracon	US 160 Highway Overpass	70,838
Henkels & McCoy	US 160 Independence Drive	241,407
		<u>\$ 9,061,160</u>

20. Restatement of Beginning Balances

During the year ended December 31, 2024, the City adopted GASB Statement No. 101 – *Compensated Absences*. Beginning Net Position has been restated to reflect the application of the new pronouncement as follows:

	Reporting Units Affected by Restatements of Beginning Balances					
	Government-Wide		Funds			
	Governmental Activities	Business-Type Activities	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
December 31, 2023, as Previously Reported	\$ 52,739,384	\$ 63,372,449	\$ 26,612,323	\$ 15,992,975	\$ 16,316,240	\$ 3,092,604
Change in Accounting Principle (GASB 101)						
Compensated Absences	(448,000)	(241,235)	(74,500)	(36,269)	(34,109)	(96,357)
Net Position, as restated, January 1, 2024	<u>\$ 52,291,384</u>	<u>\$ 63,131,214</u>	<u>\$ 26,537,823</u>	<u>\$ 15,956,706</u>	<u>\$ 16,282,131</u>	<u>\$ 2,996,247</u>

Required Supplementary Information

City of West Plains

Schedule of Changes in Net Pension Liability (Asset) and Related Ratios

Year Ended December 31, 2024

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service Cost	\$ 992,956	\$ 939,006	\$ 880,363	\$ 809,966	\$ 705,090	\$ 701,064	\$ 692,815	\$ 663,466	\$ 613,175	\$ 609,092
Interest on the total pension liability	3,030,266	2,915,036	2,763,303	2,719,161	2,458,650	2,333,315	2,238,128	2,136,011	1,974,093	1,896,741
Changes of benefit terms	-	-	-	-	2,553,095	-	-	-	-	-
Difference between expected and actual	583,860	(6,990)	520,900	963,248	(392,119)	432,328	(26,372)	(90,032)	(152,545)	(254,854)
Changes of assumptions	-	-	-	(711,899)	-	-	-	-	921,055	-
Benefit payments including refunds	(2,308,796)	(2,148,773)	(1,906,881)	(1,784,591)	(1,781,434)	(1,699,839)	(1,495,141)	(1,141,753)	(1,152,319)	(1,218,617)
<i>Net Change in Total Pension Liability</i>	2,298,286	1,698,279	2,257,685	1,995,885	3,543,282	1,766,868	1,409,430	1,567,692	2,203,459	1,032,362
Total Pension Liability, Beginning	43,936,305	42,238,026	39,980,341	37,984,456	34,441,174	32,674,306	31,264,876	29,697,184	27,493,725	26,461,363
Total Pension Liability, Ending	46,234,591	43,936,305	42,238,026	39,980,341	37,984,456	34,441,174	32,674,306	31,264,876	29,697,184	27,493,725
Plan Fiduciary Net Position										
Contributions - employer	1,605,879	1,501,198	1,317,539	1,254,063	940,377	813,273	829,814	802,330	762,050	805,190
Contributions - employee	-	-	-	-	-	-	33,560	-	-	-
Pension plan net investment income	2,331,168	1,573,180	32,663	9,838,757	483,204	2,282,229	3,959,035	3,498,043	(81,000)	569,364
Benefit payments, including refunds	(2,308,796)	(2,148,773)	(1,906,881)	(1,784,591)	(1,781,434)	(1,699,839)	(1,495,141)	(1,141,753)	(1,152,319)	(1,218,617)
Pension plan administrative expense	(54,312)	(63,016)	(43,753)	(39,337)	(50,950)	(45,880)	(33,293)	(31,353)	(30,620)	(33,181)
Other	(268,388)	(548,883)	(637,754)	(35,725)	93,506	(101,422)	163,973	(70,304)	(24,709)	(390,217)
<i>Net Change in Plan Fiduciary Net Position</i>	1,305,551	313,706	(1,238,186)	9,233,167	(315,297)	1,248,361	3,457,948	3,056,963	(526,598)	(267,461)
Plan Fiduciary Net Position, Beginning	44,508,705	44,194,999	45,433,185	36,200,018	36,515,315	35,266,954	31,809,006	28,752,043	29,278,641	29,546,102
Plan Fiduciary Net Position, Ending	45,814,256	44,508,705	44,194,999	45,433,185	36,200,018	36,515,315	35,266,954	31,809,006	28,752,043	29,278,641
Employer Net Pension (Asset) Liability	<u>\$ 420,335</u>	<u>\$ (572,400)</u>	<u>\$ (1,956,973)</u>	<u>\$ (5,452,844)</u>	<u>\$ 1,784,438</u>	<u>\$ (2,074,141)</u>	<u>\$ (2,592,648)</u>	<u>\$ (544,130)</u>	<u>\$ 945,141</u>	<u>\$ (1,784,916)</u>
Plan fiduciary net position as a percentage of the total pension liability	99.09%	101.30%	104.63%	113.64%	95.30%	106.02%	107.93%	101.74%	96.82%	106.49%
Covered payroll	\$ 8,058,185	\$ 7,504,573	\$ 7,203,852	\$ 6,760,987	\$ 6,034,065	\$ 6,652,839	\$ 6,378,809	\$ 6,420,240	\$ 5,965,732	\$ 5,504,066
Employer's net pension (asset) liability as a percentage of covered payroll	5.22%	-7.63%	-27.17%	-80.65%	29.57%	-31.18%	-40.64%	-8.48%	15.84%	-32.43%

City of West Plains

Schedule of Contributions

Year Ended December 31, 2024

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 1,645,212	\$ 1,510,474	\$ 1,391,367	\$ 1,286,462	\$ 1,182,024	\$ 813,091	\$ 855,027	\$ 814,798	\$ 777,152	\$ 770,844
Contributions in relation to the actuarially determined contribution	1,645,212	1,506,224	1,391,367	1,286,462	1,182,024	810,664	846,337	809,037	777,153	770,844
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ 4,250</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,427</u>	<u>\$ 8,690</u>	<u>\$ 5,761</u>	<u>\$ (1)</u>	<u>\$ -</u>
Covered payroll	\$ 8,670,912	\$ 8,084,514	\$ 7,549,632	\$ 7,145,082	\$ 6,752,932	\$ 6,438,713	\$ 6,676,590	\$ 6,427,321	\$ 6,176,065	\$ 5,865,769
Contributions as a percentage of covered payroll	18.97%	18.63%	18.43%	18.00%	17.50%	12.59%	12.68%	12.59%	12.58%	13.14%

See accompanying Notes to the Schedule of Contributions.

City of West Plains

Notes to the Schedule of Contributions

Year Ended December 31, 2024

Valuation Date: February 29, 2024

Notes: The roll-forward of total pension liability from February 29, 2024 to June 30, 2024, reflects expected service cost and interest reduced by actual benefit payments.

Methods and Assumptions Used to Determine Contribution Rates

Actuarial Cost Method: Entry Age Normal and Modified Terminal Funding

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

Remaining Amortization Period: Multiple bases from 8 to 18 years for general division 13 to 18 years for the police division and 15 to 18 years for the fire division

Asset Valuation Method: 5-Year smoothed market; 20% corridor

Inflation: 2.75% wage inflation; 2.25% price inflation

Salary Increases: 2.75% to 6.75% including wage inflation for the general division

2.75% to 6.55% for police division

2.75% to 7.15% for fire division

Investment Rate of Return: 7.00%, net of investment expenses

Retirement Age: Experience-based table of rates that are specific to the type of eligibility condition

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

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

Other Information: None

City of West Plains

Budgetary Comparison Schedule – General Fund

Year Ended December 31, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes				
Ad valorem taxes, penalties and interest	\$ 558,000	\$ 558,000	\$ 631,392	\$ 73,392
Surtax	75,000	75,000	96,572	21,572
City sales tax	4,273,000	4,273,000	4,682,308	409,308
Franchise taxes	1,890,000	1,790,000	1,784,524	(5,476)
Use tax	375,000	375,000	462,323	87,323
Other taxes	8,480	8,480	13,248	4,768
	<u>7,179,480</u>	<u>7,079,480</u>	<u>7,670,367</u>	<u>590,887</u>
Licenses and Permits				
Liquor	17,500	17,500	19,425	1,925
Building permits	20,000	20,000	22,118	2,118
Business licenses	32,000	32,000	33,120	1,120
Other	17,820	17,820	33,508	15,688
	<u>87,320</u>	<u>87,320</u>	<u>108,171</u>	<u>20,851</u>
Charges for Services				
Parks and recreation	178,600	184,900	152,415	(32,485)
Cemetery	16,550	16,550	13,046	(3,504)
Transit	22,400	22,400	19,583	(2,817)
Rental income	206,228	206,228	218,352	12,124
Concessions	74,000	74,000	65,909	(8,091)
Fuel sales	200,000	200,000	200,020	20
Golf	286,500	314,900	461,138	146,238
Fines and forfeitures	188,140	188,140	227,333	39,193
Civic Center	154,300	154,300	238,725	84,425
Other	94,100	94,100	183,449	89,349
	<u>1,420,818</u>	<u>1,455,518</u>	<u>1,779,970</u>	<u>324,452</u>
Miscellaneous				
Reimbursements	53,000	53,000	56,033	3,033
Interest	209,700	209,700	173,565	(36,135)
Donations and other contributions	70	70	9,807	9,737
Sale of property	-	-	1,852	1,852
Other	5,100	5,100	7,942	2,842
	<u>267,870</u>	<u>267,870</u>	<u>249,199</u>	<u>(18,671)</u>
Total Revenues	<u>8,955,488</u>	<u>8,890,188</u>	<u>9,807,707</u>	<u>917,519</u>

See accompanying Notes to the Budgetary Comparison Schedules.

City of West Plains

Budgetary Comparison Schedule – General Fund

Year Ended December 31, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Expenditures				
Current				
Administrative	248,202	248,202	395,895	(147,693)
Human resources	929,907	779,907	564,512	215,395
Public relations	45,725	45,725	50,419	(4,694)
Information technology	91,392	91,392	97,840	(6,448)
Building maintenance	176,430	196,930	147,557	49,373
Building official	201,037	201,037	171,280	29,757
City attorney	60,984	60,984	52,091	8,893
Court	180,035	180,035	175,528	4,507
Police	3,424,526	3,424,526	3,140,158	284,368
Animal control	99,233	99,233	75,964	23,269
Emergency management	7,987	7,987	122	7,865
Fire	1,552,832	1,552,832	1,431,901	120,931
Airport	360,044	360,044	256,851	103,193
Cemetery	149,865	149,865	144,260	5,605
Fleet management	111,573	111,573	68,209	43,364
Health	27,700	27,700	25,710	1,990
Planning and zoning	163,865	163,865	164,185	(320)
Economic development	155,500	155,500	105,578	49,922
Parks and recreation	1,040,586	1,073,586	1,021,877	51,709
Golf	536,180	552,330	513,263	39,067
Transit	290,013	290,013	249,845	40,168
Civic center	1,052,029	1,080,069	955,126	124,943
Senior citizens	25,000	29,500	25,439	4,061
Total Expenditures	<u>10,930,645</u>	<u>10,882,835</u>	<u>9,833,610</u>	<u>1,049,225</u>
<i>Excess (Deficit) of Revenues Over Expenditures</i>	(1,975,157)	(1,992,647)	(25,903)	1,966,744
Other Financing Sources (Uses)				
Transfer (out)	(350,000)	(350,000)	(350,000)	-
Transfer in	110,000	110,000	142,277	(32,277)
TIF closeout	-	-	321,432	(321,432)
Total Other Financing Sources (Uses)	<u>(240,000)</u>	<u>(240,000)</u>	<u>113,709</u>	<u>(353,709)</u>
<i>Net Change in Fund Balance</i>	(2,215,157)	(2,232,647)	87,806	2,320,453
Fund Balance, January 1	4,338,024	4,338,024	4,338,024	-
Fund Balance, December 31	<u><u>\$ 2,122,867</u></u>	<u><u>\$ 2,105,377</u></u>	<u><u>\$ 4,425,830</u></u>	<u><u>\$ 2,320,453</u></u>

See accompanying Notes to the Budgetary Comparison Schedules.

City of West Plains

Budgetary Comparison Schedule – Grants Fund

Year Ended December 31, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental Revenues				
Grants	\$ 14,118,860	\$ 19,855,020	\$ 7,865,829	\$ (11,989,191)
Charges for services	-	-	8,534	8,534
Total Revenues	<u>14,118,860</u>	<u>19,855,020</u>	<u>7,874,363</u>	<u>(11,980,657)</u>
Expenditures				
Current				
Police	6,000	6,000	426,608	(420,608)
Fire	-	-	5,416	(5,416)
Economic development	1,347,936	1,347,936	2,166,038	(818,102)
Capital Outlay	<u>13,553,579</u>	<u>19,289,739</u>	<u>5,516,253</u>	<u>13,773,486</u>
Total Expenditures	<u>14,907,515</u>	<u>20,643,675</u>	<u>8,114,315</u>	<u>12,529,360</u>
<i>Excess (Deficit) of Revenues over Expenditures</i>	(788,655)	(788,655)	(239,952)	548,703
Other Financing Sources (Uses)				
Transfer in	898,655	898,655	382,229	(516,426)
Transfer (out)	<u>(110,000)</u>	<u>(110,000)</u>	<u>(142,277)</u>	<u>(32,277)</u>
Total Other Financing Sources (Uses)	<u>788,655</u>	<u>788,655</u>	<u>239,952</u>	<u>(548,703)</u>
<i>Net Change in Fund Balance</i>	-	-	-	-
Fund Balance, January 1	-	-	-	-
Fund Balance, December 31	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See accompanying Notes to the Budgetary Comparison Schedules.

City of West Plains

Budgetary Comparison Schedule – Transportation Sales Tax Fund

Year Ended December 31, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes				
City sales tax	\$ 2,013,650	\$ 2,013,650	\$ 2,118,025	\$ 104,375
Use tax	185,400	185,400	231,162	45,762
Motor vehicle tax	616,800	616,800	654,927	38,127
	<u>2,815,850</u>	<u>2,815,850</u>	<u>3,004,114</u>	<u>188,264</u>
Charges for services	-	-	11,884	11,884
Miscellaneous				
Other	5,000	5,000	244	(4,756)
Interest	110,000	110,000	110,315	315
	<u>115,000</u>	<u>115,000</u>	<u>110,559</u>	<u>(4,441)</u>
Total Revenues	<u>2,930,850</u>	<u>2,930,850</u>	<u>3,126,557</u>	<u>195,707</u>
Expenditures				
Current				
Street	2,461,221	2,516,491	2,601,034	(84,543)
Capital outlay	587,500	587,500	163,618	423,882
Total Expenditures	<u>3,048,721</u>	<u>3,103,991</u>	<u>2,764,652</u>	<u>339,339</u>
<i>Excess (Deficit) of Revenues over Expenditures</i>	(117,871)	(173,141)	361,905	535,046
Other Financing Sources (Uses)				
Transfer in	350,000	350,000	350,000	-
Transfer (out)	(422,055)	(422,055)	(3,452)	418,603
TIF closeout	-	-	161,151	(161,151)
Total Other Financing Sources (Uses)	<u>(72,055)</u>	<u>(72,055)</u>	<u>507,699</u>	<u>257,452</u>
<i>Net Change in Fund Balance</i>	(189,926)	(245,196)	869,604	1,114,800
Fund Balance, January 1	1,567,520	1,567,520	1,567,520	-
Fund Balance, December 31	<u><u>\$ 1,377,594</u></u>	<u><u>\$ 1,322,324</u></u>	<u><u>\$ 2,437,124</u></u>	<u><u>\$ 1,114,800</u></u>

See accompanying Notes to the Budgetary Comparison Schedules.

City of West Plains

Budgetary Comparison Schedule – Capital Improvement Sales Tax Fund

Year Ended December 31, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes				
City sales tax	\$ 2,100,000	\$ 2,100,000	\$ 2,202,965	\$ 102,965
Use tax	185,000	185,000	231,162	46,162
	<u>2,285,000</u>	<u>2,285,000</u>	<u>2,434,127</u>	<u>149,127</u>
Intergovernmental Revenues				
Grants	-	-	569,897	569,897
Miscellaneous				
Donations	-	-	5,467	5,467
Other	20,000	20,000	54,926	34,926
Interest	215,000	215,000	152,259	(62,741)
	<u>235,000</u>	<u>235,000</u>	<u>212,652</u>	<u>(27,815)</u>
Total Revenues	<u>2,520,000</u>	<u>2,520,000</u>	<u>3,216,676</u>	<u>691,209</u>
Expenditures				
Current				
Information technology	22,200	22,200	29,137	(6,937)
Airport	-	-	3,500	(3,500)
Library	-	-	7,845	(7,845)
Civic center	55,000	55,000	16,010	38,990
Parks	-	-	27,245	(27,245)
Aquatic center	-	-	3,461	(3,461)
Golf	-	-	4,000	(4,000)
Capital outlay	2,608,130	3,101,360	2,329,784	771,576
Debt service				
Principal, interest and fees	765,145	768,145	784,592	(16,447)
Total Expenditures	<u>3,450,475</u>	<u>3,946,705</u>	<u>3,205,574</u>	<u>755,129</u>
<i>Excess (Deficit) of Revenues over Expenditures</i>	(930,475)	(1,426,705)	11,102	1,446,338
Other Financing Sources (Uses)				
Transfer (out)	(651,600)	(651,600)	(27,940)	623,660
TIF closeout	-	-	161,157	(161,157)
Total Other Financing Sources (Uses)	<u>(651,600)</u>	<u>(651,600)</u>	<u>133,217</u>	<u>462,503</u>
<i>Net Change in Fund Balance</i>	(1,582,075)	(2,078,305)	144,319	2,222,624
Fund Balance, January 1	2,719,918	2,719,918	2,719,918	-
Fund Balance, December 31	<u>\$ 1,137,843</u>	<u>\$ 641,613</u>	<u>\$ 2,864,237</u>	<u>\$ 2,222,624</u>

See accompanying Notes to the Budgetary Comparison Schedules.

City of West Plains

Notes to the Budgetary Comparison Schedules

Year Ended December 31, 2024

Budgets and Budgetary Accounting

The City uses the following procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to January, Administration submits to the City Council a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditure plans for all fund types and the proposed means of financing them.
2. One public hearing is conducted by the City Council in late November or early December to obtain taxpayers' comments on the proposed budget.
3. Prior to January 1, ordinances are passed by Council which provide for legally adopted budgets for all funds of the City.
4. The City operates on a program performance budget system, with legally adopted budgets prepared by fund, program and department. The level of budgetary control is at the department level. The City's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of City Council.
5. Formal budgetary integration is employed as a management control device for all funds of the City.
6. Budgets for the General and Special Revenue Funds are adopted on a basis consistent with GAAP. Budgeted amounts may be amended during the year by City Council on approved budget adjustment forms.

Supplementary Information

City of West Plains

Combining Balance Sheet – Nonmajor Governmental Funds

December 31, 2024

	Special Revenue Funds						Total
	Library Fund	Tourism Tax Fund	Consolidated Fund	TIF #1 Fund	TIF #2 Fund	TIF #3 Fund	
Assets							
Current Assets							
Cash and cash equivalents	\$ 558,447	\$ 124,421	\$ -	\$ -	\$ -	\$ -	\$ 682,868
Taxes receivable	338,057	11,822	-	-	-	-	349,879
Prepaid expenses	17,276	2,926	-	-	-	-	20,202
Cash and cash equivalents - restricted	-	-	357,540	-	-	-	357,540
Total Assets	\$ 913,780	\$ 139,169	\$ 357,540	\$ -	\$ -	\$ -	\$ 1,410,489
Liabilities, Deferred Inflow of Resources, and Fund Balance							
Liabilities							
Accounts payable	\$ 7,568	\$ 2,296	\$ 7,225	\$ -	\$ -	\$ -	\$ 17,089
Accrued expenses	10,684	8,158	-	-	-	-	18,842
Due to other funds	117,817	-	-	-	-	-	117,817
Total Liabilities	136,069	10,454	7,225	-	-	-	153,748
Fund Balance							
Nonspendable							
Prepaid items	17,276	-	-	-	-	-	17,276
Restricted for							
Cemetery perpetual care	-	-	136,108	-	-	-	136,108
Economic development	-	-	65,856	-	-	-	65,856
Parks and recreation	-	-	1,804	-	-	-	1,804
MODAG grant	-	-	39,172	-	-	-	39,172
Police	-	-	74,400	-	-	-	74,400
Fire	-	-	3,660	-	-	-	3,660
Golf	-	-	13,793	-	-	-	13,793
Nuisance abatement	-	-	15,000	-	-	-	15,000
Animal Control	-	-	522	-	-	-	522
Library	760,435	-	-	-	-	-	760,435
Tourism	-	128,715	-	-	-	-	128,715
Total Fund Balances	777,711	128,715	350,315	-	-	-	1,256,741
Total Liabilities, Deferred Inflow of Resources, and Fund Balances	\$ 913,780	\$ 139,169	\$ 357,540	\$ -	\$ -	\$ -	\$ 1,410,489

City of West Plains

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance – Nonmajor Governmental Funds

Year Ended December 31, 2024

	Special Revenue Funds						Total
	Library Fund	Tourism Tax Fund	Consolidated Fund	TIF #1 Fund	TIF #2 Fund	TIF #3 Fund	
Revenues							
Taxes	\$ 445,544	\$ 350,280	\$ -	\$ -	\$ 564,740	\$ 127,754	\$ 1,488,318
Intergovernmental	78,470	39,167	-	-	-	-	117,637
Charges for service	32,403	284,375	46,613	-	-	-	363,391
Donations	31,607	533	19,954	-	-	-	52,094
Miscellaneous	2,528	161	-	-	-	6,647	9,336
Interest	35,342	5,991	12,194	55	-	-	53,582
Total Revenues	625,894	680,507	78,761	55	564,740	134,401	2,084,358
Expenditures							
Current							
Library	716,997	-	-	-	-	-	716,997
Tourism	-	635,643	-	-	-	-	635,643
Economic development	-	-	-	4,056	564,740	-	568,796
Miscellaneous	-	-	70,392	-	-	201	70,593
Total Expenditures	716,997	635,643	70,392	4,056	564,740	201	1,992,029
<i>Excess (Deficit) of Revenues over Expenditures</i>	(91,103)	44,864	8,369	(4,001)	-	134,200	92,329
Other Financing Sources (Uses)							
Transfer in	175,000	-	-	-	-	-	175,000
TIF closeout	-	-	-	-	-	(1,396,564)	(1,396,564)
Total Other Financing Sources (Uses)	175,000	-	-	-	-	(1,396,564)	(1,221,564)
<i>Net Change in Fund Balance</i>	83,897	44,864	8,369	(4,001)	-	(1,262,364)	(1,129,235)
Fund Balance, January 1	693,814	83,851	341,946	4,001	-	1,262,364	2,385,976
Fund Balance, December 31	\$ 777,711	\$ 128,715	\$ 350,315	\$ -	\$ -	\$ -	\$ 1,256,741

Other Reporting Requirements



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*

Honorable Mayor and City Council
City of West Plains
West Plains, Missouri

We have audited, 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, the financial statements of the governmental activities, business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of West Plains, Missouri, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the City of West Plains, Missouri's basic financial statements, and have issued our report thereon, dated June 23, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of West Plains, Missouri's internal control over financial reporting (internal control) as a basis of 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 West Plains, Missouri's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity'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 over financial reporting 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 may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of West Plains, 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.

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
June 23, 2025



Independent Auditors' Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance

Honorable Mayor and City Council
City of West Plains
West Plains, Missouri

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of West Plains, Missouri's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on the City of West Plains, Missouri's major federal program for the year ended December 31, 2024. The City of West Plains, Missouri's major federal program is identified in the Summary of Audit Results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the City of West Plains, Missouri, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2024.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

www.kpmcpa.com

1445 E. Republic Road, Springfield, MO 65804 | 417-882-4300 | fax 417-882-4343
500 W. Main Street, Suite 200 Branson, MO 65616 | 417-334-2987 | fax 417-336-3403

Auditors' Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

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

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

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

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

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
June 23, 2025

City of West Plains

Schedule of Expenditures of Federal Awards

Year Ended December 31, 2024

Federal Grantor/Pass Through Grantor/Program Title	Assistance Listing Number	Pass-through Grantor's Number	Passed Through to Subrecipients	Federal Expenditures
U.S. Department of Justice				
Direct				
Bulletproof Vest Partnership Program Grant	16.607	N/A	\$ -	\$ 3,933
Missouri Department of Public Safety				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15-PBJA-23-GG-02992-MUMU	6,263	6,263
	16.738	15-PBJA-22-GG-00640-MUMU-18F	62,854	62,854
			69,117	69,117
Total U.S. Department of Justice			69,117	73,050
U.S. Department of Homeland Security				
Missouri Department of Public Safety				
Homeland Security Grant Program	97.067	EMW-2023-SS-00085	-	20,182
Total U.S. Department of Homeland Security			-	20,182
Delta Regional Authority				
Direct				
Delta Regional Development	90.200	N/A	-	59,186
Total Delta Regional Authority			-	59,186
U.S. Department of Transportation				
Missouri Department of Transportation				
Highway Safety Cluster				
State and Community Highway Safety	20.600	24-PT-02-151	-	11,863
	20.600	25-PT-02-152	-	3,884
Total Highway Safety Cluster			-	15,747
Alcohol Open Container Requirements	20.607	24-154-AL-134	-	1,766
	20.607	25-ENF-03-138	-	1,287
			-	3,053
Direct				
Safe Streets and Roads for All	20.939	N/A	-	13,807
Missouri Highways and Transportation Commission				
Formula Grants for Rural Areas and Tribal Transit Program	20.509	TM184046WP1	-	114,117
	20.509	TM184045WP1	-	6,780
			-	120,897
Missouri Department of Transportation				
Airport Improvement Program	20.106	22-104C-01	-	7,057
COVID 19 - Airport Improvement Program	20.106	21-104C-01	-	13,000
COVID 19 - Airport Improvement Program	20.106	21-104C-02	-	32,000
			-	52,057
Total U.S. Department of Transportation			-	205,561
U.S. Department of Housing and Urban Development				
Missouri Department of Economic Development				
Community Development Block Grant	14.228	2018-DP-06	-	152,438
	14.228	2019-DP-05	-	964,498
	14.228	FR-2018-20	-	1,128,062
	14.228	18-DP-MIT30	-	10,042
	14.228	18-DP-MF5	-	3,163,735
Total U.S. Department of Housing and Urban Development			-	5,418,775

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

City of West Plains

Schedule of Expenditures of Federal Awards

Year Ended December 31, 2024

Federal Grantor/Pass Through Grantor/Program Title	Assistance Listing Number	Pass-through Grantor's Number	Passed Through to Subrecipients	Federal Expenditures
U.S. Department of Health and Human Services				
Aging Cluster				
SeniorAge Area Agency on Aging				
Special Programs for the Aging, Title III, Part B	93.044	Fiscal Year 2024	-	8,995
Missouri Department of Health and Senior Services				
Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	KQ220051962	-	3,100
	93.323	KQ240055216	-	2,200
			-	5,300
Total U.S. Department of Health and Human Services			-	14,295
U.S. Department of Commerce				
Direct				
Economic Adjustment Assistance	11.307	N/A	-	1,872,462
Total U.S. Department of Commerce			-	1,872,462
U.S. Department of the Treasury				
Direct				
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	-	2,365,556
Total U.S. Department of the Treasury			-	2,365,556
Total Expenditures of Federal Awards			\$ 69,117	\$ 10,029,067

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

City of West Plains

Notes to the Schedule of Expenditures of Federal Awards

Year Ended December 31, 2024

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of the City of West Plains, Missouri, under programs of the federal government for the year ended December 31, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City of West Plains, Missouri, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City of West Plains, Missouri.

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The City of West Plains, Missouri, has elected not to use the 10-percent *de minimis* indirect cost rate allowed under the Uniform Guidance.

3. Subrecipients

The City of West Plains, Missouri, provided pass-through funds of \$69,117 to the Southwest Missouri Drug Task Force in the current year.

City of West Plains

Schedule of Findings and Questioned Costs

Year Ended December 31, 2024

Section I – Summary of Audit Results

Financial Statements	
Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:	Unmodified
Internal Control over Financial Reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None Reported
Noncompliance material to financial statements noted?	No
Federal Awards	
Internal control over major federal programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None Reported
Type of auditors' report issued on compliance for major federal program:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2CFR 200.516(a)?	No
Identification of major federal program:	
Assistance Listing Number(s)	Name of Federal Program or Cluster
11.307 21.027	Economic Adjustment Assistance COVID-19 Coronavirus State and Local Fiscal Recovery Funds
Dollar threshold used to distinguish between type A and type B programs:	\$750,000
Auditee qualified as low-risk auditee?	Yes

Section II – Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None

City of West Plains

Summary Schedule of Prior Audit Findings

Year Ended December 31, 2024

There were no prior audit findings