

CITY OF MALDEN  
Malden, Missouri

June 30, 2023

CONTENTS

<u>FINANCIAL SECTION:</u>	<u>Page No.</u>
Independent Auditor's Report . . . . .	1-3
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> . . . . .	4-5
 <u>BASIC FINANCIAL STATEMENTS:</u>	
<u>GOVERNMENT-WIDE FINANCIAL STATEMENTS:2021</u>	
Exhibit A Statement of Net Position – Modified Cash Basis . . . . .	6-7
Exhibit B Statement of Activities – Modified Cash Basis . . . . .	8
 <u>FUND FINANCIAL STATEMENTS:</u>	
Exhibit C Balance Sheet – Modified Cash Basis – Governmental Funds.. . . .	9
Exhibit D Statement of Revenues, Expenditures, and Changes in Fund Balances – Modified Cash Basis – Governmental Funds . . . . .	10
Exhibit E Statement of Proprietary Net Position – Modified Cash Basis . . . . .	11
Exhibit F Statement of Revenues, Expenses, and Changes in Net Position – Modified Cash Basis – Proprietary Funds . . . . .	12
Exhibit G Statement of Cash Flows – Proprietary Funds. . . . .	13
Notes to Basic Financial Statements. . . . .	14-40
 <u>REQUIRED SUPPLEMENTARY INFORMATION:</u>	
Exhibit H General Fund – Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual . . . . .	41
Exhibit I Street Fund – Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual . . . . .	42
Exhibit J Schedule of Changes in Net Pension Liability and Related Ratios – General Fund. . . . .	43
Exhibit K Schedule of Changes in Net Pension Liability and Related Ratios – Police Fund. . . . .	44
Exhibit L Schedule of Changes in Net Pension Liability and Related Ratios – Fire Fund. . . . .	45
Exhibit M Schedule of Contributions . . . . .	46
Exhibit N Schedule of Changes in Net Pension Liability/(Asset) and Related Ratios. . . . .	47
 <u>OTHER INFORMATION:</u>	
Schedule 1 Combining Balance Sheet – Modified Cash Basis – Other Governmental Funds . . . . .	48
Schedule 2 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Other Governmental Funds. . . . .	49



# Van de Ven, LLC

Certified Public Accountants & Advisors

1020 North Kingshighway  
Suite D • P.O. Box 1090  
Cape Girardeau, MO 63702-1090  
Phone: (573) 335-1231  
Fax: (573) 339-0163  
www.van-de-ven.com

## INDEPENDENT AUDITOR'S REPORT

To the Mayor and the Board of Council Members  
City of Malden, Missouri

### **Opinions**

We have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and aggregate remaining fund information of the City of Malden, Missouri, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City of Malden, Missouri'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 modified cash basis financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Malden, Missouri, as of June 30, 2023, and the respective changes in modified cash basis financial position, and where applicable, cash flows thereof for the year then ended in accordance with the modified cash basis of accounting described in Note A.

### **Basis for Opinions**

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

### **Emphasis of Matter—Basis of Accounting**

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

### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note A, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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, we:

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

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

### **Other Matters**

#### *Other Information*

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

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

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated April 15, 2024, on our consideration of the City of Malden, Missouri's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Malden, Missouri's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Malden, Missouri's internal control over financial reporting and compliance.

Van de Ven, LLC  
CPAs + Business Consultants

Cape Girardeau, Missouri  
April 15, 2024



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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Malden, Missouri, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise City of Malden, Missouri's basic financial statements, and have issued our report thereon dated April 15, 2024.

**Report on Internal Control over Financial Reporting**

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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 that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

## **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether City of Malden, 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.

Van de Ven, LLC  
CPAs + Business Consultants

Cape Girardeau, Missouri  
April 15, 2024

CITY OF MALDEN  
Malden, Missouri

STATEMENT OF NET POSITION – MODIFIED CASH BASIS

June 30, 2023

	<u>Primary Government</u>		<u>Total</u>
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	
<u>ASSETS</u>			
<u>CURRENT ASSETS:</u>			
Cash & Cash Equivalents	\$ 1,403,815	\$ 4,461,103	\$ 5,864,918
Restricted Cash	1,149,069	811,875	1,960,944
Cash in Bank - Certificates of Deposit	126,773	-	126,773
Other Assets	-	60,000	60,000
Due From Other Funds	1,557	630,845	632,402
Total Current Assets	<u>\$ 2,681,214</u>	<u>\$ 5,963,823</u>	<u>\$ 8,645,037</u>
<u>NON-CURRENT ASSETS:</u>			
Capital Assets:			
Land, Improvements, and Construction in Progress	\$ 37,989	\$ 214,232	\$ 252,221
Other Capital Assets, Net	3,204,138	13,332,159	16,536,297
Total Capital Assets, Net	<u>\$ 3,242,127</u>	<u>\$ 13,546,391</u>	<u>\$ 16,788,518</u>
Total Non-Current Assets	<u>\$ 3,242,127</u>	<u>\$ 13,546,391</u>	<u>\$ 16,788,518</u>
<b>TOTAL ASSETS</b>	<u>\$ 5,923,341</u>	<u>\$ 19,510,214</u>	<u>\$ 25,433,555</u>

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

STATEMENT OF NET POSITION – MODIFIED CASH BASIS

June 30, 2023

	<u>Primary Government</u>		<u>Total</u>
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	
<u>LIABILITIES</u>			
<u>CURRENT LIABILITIES:</u>			
Sales Tax Payable	\$ -	\$ 15,839	\$ 15,839
Due to Other Funds	398,122	234,280	632,402
Total Current Liabilities	<u>\$ 398,122</u>	<u>\$ 250,119</u>	<u>\$ 648,241</u>
<u>NON-CURRENT LIABILITIES:</u>			
Security Deposits	\$ -	\$ 140,125	\$ 140,125
Total Non-Current Liabilities	<u>\$ -</u>	<u>\$ 140,125</u>	<u>\$ 140,125</u>
TOTAL LIABILITIES	<u>\$ 398,122</u>	<u>\$ 390,244</u>	<u>\$ 788,366</u>
<u>NET POSITION</u>			
Net Investment in Capital Assets	\$ 3,242,127	\$ 13,546,391	\$ 16,788,518
Restricted	1,376,382	811,875	2,188,257
Unrestricted	906,710	4,761,704	5,668,414
TOTAL NET POSITION	<u>\$ 5,525,219</u>	<u>\$ 19,119,970</u>	<u>\$ 24,645,189</u>

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

CITY OF MALDEN  
Malden, Missouri

Exhibit B

STATEMENT OF ACTIVITIES – MODIFIED CASH BASIS

For the Year Ended June 30, 2023

FUNCTIONS/PROGRAMS	Expenses	Program Revenues			Net (Expenses) Revenues and Change in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business- Type Activities	Total
<b>PRIMARY GOVERNMENT:</b>							
Governmental Activities:							
General Government	\$ 449,353	\$ 158,626	\$ -	\$ 70,847	\$ (219,880)	\$ -	\$ (219,880)
Municipal Court	73,259	4,351	-	-	(68,908)	-	(68,908)
Public Safety	1,549,393	56,018	-	-	(1,493,375)	-	(1,493,375)
Culture and Recreation	191,298	38,586	-	30,243	(122,469)	-	(122,469)
Transportation	540,329	-	-	258,643	(281,686)	-	(281,686)
Principal on Long-Term Debt	309,649	-	-	-	(309,649)	-	(309,649)
Interest on Long-Term Debt	54,914	-	-	-	(54,914)	-	(54,914)
Total Governmental Activities	<u>\$ 3,168,195</u>	<u>\$ 257,581</u>	<u>\$ -</u>	<u>\$ 359,733</u>	<u>\$ (2,550,881)</u>	<u>\$ -</u>	<u>\$ (2,550,881)</u>
Business-Type Activities:							
Electric	\$ 5,977,721	\$ 5,441,337	\$ -	\$ 1,184	\$ -	\$ (535,200)	\$ (535,200)
Water & Sewer	1,650,703	1,482,589	-	-	-	(168,114)	(168,114)
Airport	1,207,161	532,871	-	64,199	-	(610,091)	(610,091)
Community Center	65,724	5,055	-	-	-	(60,669)	(60,669)
Senior Nutrition Center	43,379	-	-	-	-	(43,379)	(43,379)
Principal on Long-Term Debt	449,967	-	-	-	-	(449,967)	(449,967)
Interest on Long-Term Debt	128,190	-	-	-	-	(128,190)	(128,190)
Total Business -Type Activities	<u>\$ 9,522,845</u>	<u>\$ 7,461,852</u>	<u>\$ -</u>	<u>\$ 65,383</u>	<u>\$ -</u>	<u>\$ (1,995,610)</u>	<u>\$ (1,995,610)</u>
<b>TOTAL PRIMARY GOVERNMENT</b>	<u>\$ 12,691,040</u>	<u>\$ 7,719,433</u>	<u>\$ -</u>	<u>\$ 425,116</u>	<u>\$ (2,550,881)</u>	<u>\$ (1,995,610)</u>	<u>\$ (4,546,491)</u>

General Revenues:

Taxes:

Real Estate Tax	\$ 163,776	\$ -	\$ 163,776
Personal Property Tax	86,524	-	86,524
Sales Tax	1,524,531	-	1,524,531
Franchise Tax	431,583	-	431,583
Motor Fuel Tax	180,234	-	180,234
Surtax	22,430	-	22,430
Railroad/Utility Tax	15,813	-	15,813
Capital Improvement Tax	176,867	-	176,867
Other Income	454,710	222,674	677,384
Interest Income	89,491	166,613	256,104
Gain on Sale of Assets	4,100	126,948	131,048
Transfers - Internal Activities	(72,562)	72,562	-
Total General Revenues	<u>\$ 3,077,497</u>	<u>\$ 588,797</u>	<u>\$ 3,666,294</u>

Change in Net Position	\$ 526,616	\$ (1,406,813)	\$ (880,197)
Net Position - June 30, 2022	<u>\$ 5,842,294</u>	<u>\$ 20,006,644</u>	<u>\$ 25,848,938</u>
Prior Period Adjustments	<u>\$ (843,691)</u>	<u>\$ 520,139</u>	<u>\$ (323,552)</u>
Net Position After Adjustment, July 1, 2022	<u>\$ 4,998,603</u>	<u>\$ 20,526,783</u>	<u>\$ 25,525,386</u>
Net Position - June 30, 2023	<u>\$ 5,525,219</u>	<u>\$ 19,119,970</u>	<u>\$ 24,645,189</u>

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

BALANCE SHEET – MODIFIED CASH BASIS – GOVERNMENTAL FUNDS

June 30, 2023

	<u>General Fund</u>	<u>Street Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>				
Cash	\$ 905,153	\$ -	\$ 498,662	\$ 1,403,815
Restricted Cash	801,853	347,201	15	1,149,069
Cash in Bank - CDs	-	-	126,773	126,773
Due From Other Funds	1,557	-	-	1,557
TOTAL ASSETS	<u>\$ 1,708,563</u>	<u>\$ 347,201</u>	<u>\$ 625,450</u>	<u>\$ 2,681,214</u>
<u>LIABILITIES AND FUND BALANCES</u>				
<u>LIABILITIES:</u>				
Due To Other Funds	\$ -	\$ -	\$ 398,122	\$ 398,122
TOTAL LIABILITIES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 398,122</u>	<u>\$ 398,122</u>
<u>FUND BALANCES:</u>				
Spendable:				
Restricted	\$ 801,853	\$ 347,201	\$ 227,328	\$ 1,376,382
Unassigned	906,710	-	-	906,710
TOTAL FUND BALANCES	<u>\$ 1,708,563</u>	<u>\$ 347,201</u>	<u>\$ 227,328</u>	<u>\$ 2,283,092</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,708,563</u>	<u>\$ 347,201</u>	<u>\$ 625,450</u>	<u>\$ 2,681,214</u>

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

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES – MODIFIED CASH BASIS – GOVERNMENTAL FUNDS

For the Year Ended June 30, 2023

	General Fund	Street Fund	Other Governmental Funds	Total Governmental Funds
<u>REVENUES:</u>				
Taxes	\$ 1,901,053	\$ 533,865	\$ 166,840	\$ 2,601,758
Intergovernmental Funds	70,847	258,643	-	329,490
Charges for Services	168,812	-	88,768	257,580
Grants	-	-	30,243	30,243
Interest Income	73,478	11,623	4,390	89,491
Miscellaneous Revenues	430,626	22,426	1,658	454,710
TOTAL REVENUES	<u>\$ 2,644,816</u>	<u>\$ 826,557</u>	<u>\$ 291,899</u>	<u>\$ 3,763,272</u>
<u>EXPENDITURES:</u>				
General Government	\$ 364,481	\$ -	\$ 71,910	\$ 436,391
Municipal Court	73,259	-	-	73,259
Department of Public Safety	1,539,997	-	-	1,539,997
Culture and Recreation	-	-	242,542	242,542
Transportation	-	447,092	-	447,092
Debt Service:				
Principal	15,749	219,565	74,335	309,649
Interest	1,029	33,788	20,097	54,914
TOTAL EXPENDITURES	<u>\$ 1,994,515</u>	<u>\$ 700,445</u>	<u>\$ 408,884</u>	<u>\$ 3,103,844</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 650,301</u>	<u>\$ 126,112</u>	<u>\$ (116,985)</u>	<u>\$ 659,428</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Proceeds from Sale of Assets	\$ 4,100	\$ -	\$ -	\$ 4,100
Operating Transfers (Out)	(172,358)	-	-	(172,358)
Operating Transfers In	-	(14,211)	114,007	99,796
TOTAL OTHER FINANCING SOURCES (USES)	<u>\$ (168,258)</u>	<u>\$ (14,211)</u>	<u>\$ 114,007</u>	<u>\$ (68,462)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES AND (USES) OVER EXPENDITURES	<u>\$ 482,043</u>	<u>\$ 111,901</u>	<u>\$ (2,978)</u>	<u>\$ 590,966</u>
FUND BALANCES, June 30, 2022	1,387,580	250,028	229,791	1,867,399
Prior Period Adjustments	(161,060)	(14,728)	515	(175,273)
FUND BALANCES, June 30, 2023	<u>\$ 1,708,563</u>	<u>\$ 347,201</u>	<u>\$ 227,328</u>	<u>\$ 2,283,092</u>

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

CITY OF MALDEN  
Malden, Missouri

Exhibit E

STATEMENT OF PROPRIETARY NET POSITION – MODIFIED CASH BASIS

June 30, 2023

<u>ASSETS</u>	<u>Electric Fund</u>	<u>Water and Sewer Fund</u>	<u>Airport Fund</u>	<u>Community Center Fund</u>	<u>Senior Nutrition Center</u>	<u>Total Proprietary Funds</u>
<u>CURRENT ASSETS:</u>						
Cash	\$ 4,175,464	\$ 811	\$ 284,775	\$ 51	\$ 2	\$ 4,461,103
Restricted Cash	643,300	-	168,567	-	8	811,875
Other Assets	60,000	-	-	-	-	60,000
Due from Other Funds	630,845	-	-	-	-	630,845
Total Current Assets	<u>\$ 5,509,609</u>	<u>\$ 811</u>	<u>\$ 453,342</u>	<u>\$ 51</u>	<u>\$ 10</u>	<u>\$ 5,963,823</u>
TOTAL ASSETS	<u>\$ 5,509,609</u>	<u>\$ 811</u>	<u>\$ 453,342</u>	<u>\$ 51</u>	<u>\$ 10</u>	<u>\$ 5,963,823</u>
 <u>LIABILITIES</u>						
<u>CURRENT LIABILITIES:</u>						
Sales Tax Payable	\$ 13,859	\$ 1,980	\$ -	\$ -	\$ -	\$ 15,839
Due to Other Funds	-	234,280	-	-	-	234,280
Total Current Liabilities	<u>\$ 13,859</u>	<u>\$ 236,260</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 250,119</u>
<u>LONG-TERM LIABILITIES:</u>						
Security Deposits	\$ 140,125	\$ -	\$ -	\$ -	\$ -	\$ 140,125
Total Long-Term Liabilities	<u>\$ 140,125</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 140,125</u>
TOTAL LIABILITIES	<u>\$ 153,984</u>	<u>\$ 236,260</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 390,244</u>
 <u>NET POSITION</u>						
Restricted	\$ 643,300	\$ -	\$ 168,567	\$ -	\$ 8	\$ 811,875
Unrestricted	4,712,325	(235,449)	284,775	51	2	4,761,704
TOTAL NET POSITION	<u>\$ 5,355,625</u>	<u>\$ (235,449)</u>	<u>\$ 453,342</u>	<u>\$ 51</u>	<u>\$ 10</u>	<u>\$ 5,573,579</u>

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

CITY OF MALDEN  
Malden, Missouri

Exhibit F

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

For the Year Ended June 30, 2023

	Electric Fund	Water and Sewer Fund	Airport Fund	Community Center Fund	Senior Nutrition	Total Proprietary Funds
<b>OPERATING REVENUES:</b>						
Customer Charges/Sales	\$ 5,357,029	\$ 1,459,476	\$ 530,472	\$ -	\$ -	\$ 7,346,977
Connection Charges	14,580	2,820	-	5,055	-	22,455
Penalties and Late Fees	69,728	20,293	2,399	-	-	92,420
Grants	1,184	-	64,199	-	-	65,383
Miscellaneous Revenues	52,752	153,688	10,576	5,299	359	222,674
<b>TOTAL OPERATING REVENUES</b>	<b>\$ 5,495,273</b>	<b>\$ 1,636,277</b>	<b>\$ 607,646</b>	<b>\$ 10,354</b>	<b>\$ 359</b>	<b>\$ 7,749,909</b>
<b>OPERATING EXPENSES:</b>						
Salaries	\$ 690,304	\$ 71,808	\$ 164,423	\$ 14,873	\$ -	\$ 941,408
Payroll Taxes	51,786	40,911	12,358	1,138	-	106,193
Retirement	85,939	64,140	19,888	-	-	169,967
Distribution	3,266,874	8,765	-	-	-	3,275,639
Repairs and Maintenance	196,181	126,937	222,486	8,147	6,221	559,972
Supplies and Services	107,969	73,054	55,392	5,115	-	241,530
Utilities	176,201	81,368	2,146	-	3,143	262,858
Telephone and Internet	-	-	4,770	1,223	-	5,993
Employee Insurance	122,796	113,119	25,846	-	-	261,761
Insurance	64,698	57,368	133,044	13,819	6,860	275,789
Training	8,263	1,375	736	24	-	10,398
Travel and Meals	7,689	-	-	-	-	7,689
Advertising	124	-	667	-	-	791
Fuel and Oil	151,302	35,254	-	-	-	186,556
Chemicals	-	36,226	-	-	-	36,226
Refuse Collection Expense	271,406	-	-	-	-	271,406
Outside Services	26,313	475,121	-	-	-	501,434
Professional Services	-	-	17,207	-	-	17,207
Miscellaneous	42,259	29,799	16,981	-	-	89,039
Dues and Subscriptions	3,667	-	-	-	-	3,667
Taxes	233,764	68,528	3,399	-	-	305,691
Capital Expenditures	221,642	54,077	196,689	-	22,712	495,120
Uncollectible Accounts	15,368	8,851	-	-	-	24,219
<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 5,744,545</b>	<b>\$ 1,346,701</b>	<b>\$ 876,032</b>	<b>\$ 44,339</b>	<b>\$ 38,936</b>	<b>\$ 8,050,553</b>
<b>OPERATING INCOME (LOSS)</b>	<b>\$ (249,272)</b>	<b>\$ 289,576</b>	<b>\$ (268,386)</b>	<b>\$ (33,985)</b>	<b>\$ (38,577)</b>	<b>\$ (300,644)</b>
<b>NON-OPERATING REVENUES (EXPENSES):</b>						
Interest Income	\$ 150,251	\$ 23	\$ 16,339	\$ -	\$ -	\$ 166,613
Gain on Sale of Assets	-	-	126,948	-	-	126,948
Interest Expense	-	(17,017)	-	-	-	(17,017)
Principal Payments	(449,967)	(111,173)	-	-	-	(561,140)
Transfers In (Out)	-	-	-	33,985	38,577	72,562
<b>TOTAL NON-OPERATING REVENUES (EXPENSES)</b>	<b>\$ (299,716)</b>	<b>\$ (128,167)</b>	<b>\$ 143,287</b>	<b>\$ 33,985</b>	<b>\$ 38,577</b>	<b>\$ (212,034)</b>
<b>CHANGE IN NET POSITION</b>	<b>\$ (548,988)</b>	<b>\$ 161,409</b>	<b>\$ (125,099)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (512,678)</b>
<b>FUND BALANCES, June 30, 2022</b>	<b>8,350,701</b>	<b>3,488,630</b>	<b>7,269,404</b>	<b>223,227</b>	<b>674,682</b>	<b>20,006,644</b>
Prior Period Adjustment	(2,446,088)	(3,885,488)	(6,690,963)	(223,176)	(674,672)	(13,920,387)
<b>FUND BALANCES, June 30, 2023</b>	<b>\$ 5,355,625</b>	<b>\$ (235,449)</b>	<b>\$ 453,342</b>	<b>\$ 51</b>	<b>\$ 10</b>	<b>\$ 5,573,579</b>

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

STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS

For the Year Ended June 30, 2023

	Electric Fund	Water and Sewer Fund	Airport Fund	Community Center Fund	Senior Nutrition	Total Proprietary Funds
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>						
Receipts from Customers	\$ 5,959,372	\$ 1,872,484	\$ 481,563	\$ 9,154	\$ 359	\$ 8,322,932
Payments to Employees	(1,049,106)	(256,557)	(238,539)	(30,333)	-	(1,574,535)
Payments to Suppliers	(4,233,923)	(559,786)	(671,686)	(3,271)	(38,936)	(5,507,602)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ 676,343	\$ 1,056,141	\$ (428,662)	\$ (24,450)	\$ (38,577)	\$ 1,240,795
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</u>						
Transfers in (out)	\$ -	\$ -	\$ -	\$ 33,985	\$ 38,577	\$ 72,562
Loans Between Funds	(240,861)	(159,722)	-	-	-	(400,583)
NET CASH PROVIDED BY NON-CAPITAL FINANCING ACTIVITIES	\$ (240,861)	\$ (159,722)	\$ -	\$ 33,985	\$ 38,577	\$ (328,021)
<u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</u>						
Acquisition of Property and Equipment	\$ 18,395,631	\$ 12,852,520	\$ 14,273,953	\$ 687,807	\$ -	\$ 46,209,911
Proceeds on Disposition of Property and Equipment	-	-	126,948	-	-	126,948
Acquisition of Right of Use Leased Assets	-	(204,910)	-	-	-	(204,910)
Acquisition of Notes Payable	(1,799,870)	-	-	-	-	(1,799,870)
Retirement of Long-Term Debt	-	(608,819)	-	-	-	(608,819)
Interest Paid on Long-Term Debt	-	(17,017)	-	-	-	(17,017)
NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	\$ 16,595,761	\$ 12,021,774	\$ 14,400,901	\$ 687,807	\$ -	\$ 43,706,243
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>						
Interest Income on Cash	\$ 150,251	\$ 23	\$ 16,339	\$ -	\$ -	\$ 166,613
NET CASH PROVIDED BY INVESTING ACTIVITIES	\$ 150,251	\$ 23	\$ 16,339	\$ -	\$ -	\$ 166,613
NET INCREASE (DECREASE) IN CASH	\$ 17,181,494	\$ 12,918,216	\$ 13,988,578	\$ 697,342	\$ -	\$ 44,785,630
CASH AND RESTRICTED CASH, July 1, 2022	5,609,450	786	578,441	50	10	6,188,737
CASH AND RESTRICTED CASH, June 30, 2023	\$ 22,790,944	\$ 12,919,002	\$ 14,567,019	\$ 697,392	\$ 10	\$ 50,974,367
DISPLAYED ON EXHIBIT E AS:						
Cash	\$ 4,175,464	\$ 811	\$ 284,775	\$ 51	\$ 2	\$ 4,461,103
Restricted Cash	643,300	-	168,567	-	8	811,875
TOTAL CASH AND RESTRICTED CASH	\$ 4,818,764	\$ 811	\$ 453,342	\$ 51	\$ 10	\$ 5,272,978
<u>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</u>						
Operating Income (Loss)	\$ (249,272)	\$ 289,576	\$ (268,386)	\$ (33,985)	\$ (38,577)	\$ (300,644)
Adjustments to reconcile operating income to net cash provided by operating activities:						
Inventory	365,763	746,127	-	-	-	1,111,890
Unearned Revenue	-	(25,654)	(124,271)	-	-	(149,925)
Deferred Inflows	-	(462,545)	(2,813,023)	-	-	(3,275,568)
Decrease in Prepaid Expense	214,083	60,315	119,327	12,611	-	406,336
Decrease in Accounts Receivable	466,324	261,861	2,763	-	-	730,948
Increase in Lease Receivable	-	462,545	2,813,023	-	-	3,275,568
Increase (Decrease) in Accounts Payable	(21,642)	(6,269)	(137,496)	(1,373)	-	(166,780)
Sales Tax Payable	1,593	357	-	-	-	1,950
Primacy Fees Payable	-	(2,021)	-	-	-	(2,021)
Increase (Decrease) in Accrued Expenses	(98,281)	(63,241)	(16,024)	(503)	-	(178,049)
Increase in Lease Payable	-	(204,910)	-	-	-	(204,910)
Increase (Decrease) in Customer Deposits	(2,225)	-	(4,575)	(1,200)	-	(8,000)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ 676,343	\$ 1,056,141	\$ (428,662)	\$ (24,450)	\$ (38,577)	\$ 1,240,795

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

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A summary of significant accounting policies consistently applied in the preparation of the accompanying financial statements follows:

A. Financial Reporting Entity – Basis of Presentation:

The City of Malden operates under an elected Mayor/Council form of government. The City's major operations include public safety (police and fire), transportation, general administrative services, electric, water and sewer, airport, community center, and nutrition center.

Based on the criteria for inclusion as set forth in Governmental Accounting Standards Board (GASB) Statement No. 14, there are component units, Malden Capital Improvement Corporation and the Malden Nutrition Center, Inc., included with the City of Malden. These component units are considered blended component units. These component units were incorporated exclusively for the benefit of the City. Although the City is not legally responsible for the debt of the Corporations, the Corporations' main sources of revenue are from lease payments received from the City. The Malden Capital Improvement Corporation has been included as a capital project fund. The Malden Nutrition Center Inc. has been included in the Malden Senior Citizens Nutrition Center. The financial statements for the component units are the responsibility of the City's management and can be obtained from them.

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The City's public safety, municipal court, culture and recreation, transportation, and general administrative services are classified as governmental activities. The City's public works, airport, community center, and senior nutrition center are classified as business-type activities. In the government-wide statement of net position, both the governmental and business-type activities columns are presented on a consolidated basis by column, and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The City's net position is reported in three parts - invested in capital assets, net of related debt, restricted net position, and unrestricted net position. The City first utilizes restricted resources to finance qualifying activities.

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued:

B. Government-Wide Financial Statements:

The government-wide statement of activities reports both the gross and net costs of each of the City's functions and business-type activities (police, fire, municipal court, etc.). The functions are also supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The statement of activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (police, fire and municipal court, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants. The net costs (by function or business-type activity) are normally covered by general revenue (property, sales or gas taxes, intergovernmental revenues, interest income, etc.).

This government-wide focus is more on the sustainability of the City as an entity and the change in the City's net position resulting from the current year's activities.

C. Fund Financial Statements:

The accounts of the City of Malden are organized on the basis of funds. The City has created several types of funds with at least one discrete fund within each fund type. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The individual funds account for the governmental resources allocated to them for the purpose of carrying on specific activities in accordance with laws, regulations or other restrictions.

The financial transactions of the City are reported in individual funds in the fund financial statements. The various funds are reported by generic classification within the financial statements. An emphasis is placed on major funds within the governmental categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

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

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued:

The following fund types are used by the City:

Governmental Funds

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

Capital Project Funds – Capital Project Funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities. The reporting entity includes the following Capital Project Fund, which is reported as a nonmajor fund:

<u>Fund</u>	<u>Description</u>
CIC Fund	Accounts for financial resources to be used for the acquisition or construction of major capital facilities by the Capital Improvement Corporation.

Special Revenue Funds – These funds are established to account for the proceeds of specific revenue sources other than special assessments, expendable trusts, or major capital projects that are legally restricted to expenditures for specified purposes. The reporting entity includes the following special revenue fund which is reported as a major fund:

<u>Fund</u>	<u>Description</u>
Street Fund	Accounts for revenues received and expenditures paid for the maintenance and upkeep of local streets.
Park Fund	Accounts for revenues received and expenditures paid for recreational services provided by the Park and Recreation Board.
Cemetery Fund	Accounts for revenues received and expenditures paid for services provided by the Cemetery Department.
DED Fund	Accounts for revenues and expenditures paid for services provided by the Department of Economic Development.

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued:

Proprietary Funds

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

<u>Fund</u>	<u>Description</u>
Electric Fund	Accounts for the acquisition, operation, and maintenance of the City's electric utility facilities and services.
Water and Sewer Fund	Accounts for the acquisition, operation, and maintenance of the City's water and sanitary sewer utility facilities and services.
Airport Fund	Accounts for revenues and expenses derived primarily from a variety of rental activities associated with the airport and the industrial park.
Community Center Fund	Accounts for revenues and expenses for services provided for the citizens of the City associated with the Community Center.
Senior Nutrition Center Fund	Accounts for revenues and expenses for meals provided by the nutrition center and thrift items sold to citizens.

D. Fund Balances:

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

*Nonspendable* – The portion of fund balance that cannot be spent either because it is not in a spendable form or because it is legally or contractually required to remain intact.

*Restricted* – The portion of fund balance that has been set aside for a specific purpose by external parties.

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued:

*Committed* – The portion of fund balance that has been set aside for a specific purpose by the City’s highest level of decision-making authority.

*Assigned* – The portion of fund balance that is intended to be used for a specific purpose. The intent to use a portion of the fund balance for a specific purpose may be expressed by either the city council or an official authorized by the city council.

*Unassigned* – The portion of the general fund balance that is available to be used for any purpose.

The details of the fund balances are included in the Fund Financial Statements – Balance Sheet – Governmental Funds (Exhibit C). Restricted fund balances are used first, as appropriate, followed by assigned resources, as appropriate opportunities arise. Assigned fund balances are reduced to the extent that expenditure authority has been budgeted or the assignment has been changed by the Board of Council Members. Decreases to fund balances first reduce Unassigned Fund balance; in the event that Unassigned Fund Balance becomes zero, then Assigned and Restricted Fund Balances are used in that order.

	General Fund	Street Fund	Other Governmental Funds	Total Governmental Funds
<u>FUND BALANCES:</u>				
Spendable:				
Restricted	\$ 801,853	\$ 347,201	\$ 227,328	\$ 1,376,382
Unassigned	906,710	-	-	906,710
<b>TOTAL FUND BALANCES</b>	<b>\$ 1,708,563</b>	<b>\$ 347,201</b>	<b>\$ 227,328</b>	<b>\$ 2,283,092</b>

E. Basis of Accounting:

The government-wide statements and fund financial statements for proprietary funds are reported using the modified cash basis of accounting. Under the modified cash basis of accounting, revenues are recognized when received. Expenses are recognized at the time the liability is paid.

All City funds utilize the modified cash basis of accounting. Under this method, revenues are recognized in the accounting period in which are received. Expenditures are recognized in the accounting period in which the fund liability is paid.

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued:

F. Equity Classification:

Equity reported in the Government Wide Statement of Net Position is classified as net position and displayed in three components:

*Invested in capital assets, net of related debt* – consists of capital assets net of accumulated depreciation and reduced by the outstanding balances of any associated debt.

*Restricted net position* – consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

*Unrestricted net position* – consists of all other net position that does not meet the definition of *restricted* or *invested in capital assets, net of related debt*. The City applies restricted net position when a disbursement is incurred for purposes for which both restricted and unrestricted net position is available.

G. Budgetary Data:

Formal budgetary accounting is employed as a management control for all funds of the City. Annual operating budgets are adopted each fiscal year through passage of an annual budget ordinance and amended as required for the governmental and proprietary fund types, and the same basis of accounting is used to reflect actual revenues collected and expenditures/expenses recognized on a generally accepted accounting principles basis. Budgetary control is exercised at the departmental level or by projects. The budget was approved as required by state statute. All unencumbered budget appropriations, except capital budgets, lapse at the end of each fiscal year.

H. Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles require management to make estimates and assumptions that affect certain reported amounts and disclosures (such as estimated useful lives to determine depreciation expenses), accordingly, actual results could differ from those estimates.

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued:

I. Cash and Cash Equivalents:

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 accounts is available to meet current operating requirements. Cash in excess of current requirements is invested in various interest-bearing certificates of deposit and disclosed as part of the City's cash. The City considers highly liquid debt instruments with a maturity of three months or less to be cash or cash equivalents.

J. Capital Assets and Depreciation:

Capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets are reported in the governmental activities' column of the government-wide statement of net position. Capital assets used by proprietary funds are reported in both the business-type activities column of the government-wide statement of net position and in the individual proprietary funds.

The accounting and reporting treatment applies to the capital assets associated with a fund are determined by its measurement focus. Capital assets are long-lived assets of the City as a whole. When purchased, such assets are recorded as expenditures in the governmental funds.

Infrastructure such as streets, traffic signals, and signs acquired after July 1, 2004 are capitalized. The valuation basis for capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement cost.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation basis for proprietary fund assets are the same as those used for other capital assets. Donated capital assets are capitalized at estimated fair value on the date donated.

Depreciation of capital assets is computed and recorded by the straight-line method. Estimated useful lives of the various classes of depreciable capital assets are as follows:

Buildings and Leasehold Improvements	10-50 years
Furniture, Equipment, and Vehicles	3-20 years
Infrastructure	15-50 years

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued:

K. Revenues and Expenditures/Expenses:

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. The City has the following program revenues in each activity.

General Administration	City licenses and permits, municipal court fines, and bonds forfeited.
Public Safety	Fines and violations, fire calls, and police and fire reports.
Culture and Recreation	Grave opening/closing fees and recreation league fees.

Annual general revenues from fines and court costs due to traffic violations may not exceed 30% of total general operating revenues. Annual general operating revenues for 2023 totaled \$2,644,816, of this revenue \$44,925 was generated by fines and court costs from traffic violations. Fine and court cost revenue generated by traffic violations is within acceptable limits.

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

Operating Revenues and Expenses

Operating revenues and expenses for the proprietary fund result from providing services and producing and delivering goods and/or services. They also include all revenues and expenses not related to capital and related financing, noncapital financing, or investing activities.

L. Internal and Interfund Balances and Activities:

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

Fund Financial Statements

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

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued:

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

Government-Wide Financial Statements

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

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

2. DEPOSITS AND INVESTMENTS:

The State of Missouri limits investments by cities to the kind and character set forth in the Revised Missouri Statutes. Deposits include all funds held in checking accounts, money market accounts, and cash on hand. Unrestricted investments include certificates of deposit with original maturities of greater than three (3) months. Deposits and certificates of deposit are stated at cost which approximates market. Restricted investments include amounts held in trust as required by certain bond covenants.

Missouri statutes require that the depository institution must collateralize all funds on deposit in financial institutions with appropriate securities to the extent not covered by Federal Deposit Insurance Corporation (FDIC). The securities must be of the types specified by Missouri statutes, for the collateralization of state funds and held by either the city or a financial institution other than the depository bank.

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

2. DEPOSITS AND INVESTMENTS (CONTINUED):

Deposits in financial institutions, reported as components of cash and cash equivalents had a book balance of \$7,950,679 and a bank balance of \$8,223,905 at June 30, 2023. Each political subdivision is covered by separate FDIC coverage. For the General, Board of Public Works and Airport subdivisions, the entire bank balance was covered by federal depository insurance or collateralized by securities pledged by the City's agent in the City's name as of June 30, 2023. Of the bank balances, \$750,000 was covered by federal depository insurance, and \$7,473,905 was covered by collateral held in the City's name.

The City has adopted ordinance number 3149 that allows a maximum balance of \$160,000 in deposits and investments for the Perpetual Care Cemetery Fund.

Custodial Credit Risk – Custodial credit risk is the risk that in the event of a depository bank failure, the City will not be able to recover its deposits or recover collateral securities that are in an outside party's possession. The City does not have a deposit policy for custodial credit risk.

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. The City is not exposed to interest rate risk because all certificates of deposit are short term and approximate fair value. The City has not formally adopted a deposit and investment policy regarding interest rate risk.

Concentration of Credit Risk – The City's excess cash is invested in certificates of deposit which are short term and approximate fair value. Concentration of credit risk is not a factor and the City has not adopted a policy regarding this risk.

3. PROPERTY TAXES:

The City is responsible for assessing, collecting, and distributing property taxes in accordance with enabling state legislation. Property taxes become a lien on the first day of the levy year and are payable by December 31 of that year. 2023 taxes were levied on August 30, 2023, and were collected primarily in November and December 2023.

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

4. CAPITAL ASSETS:

Capital assets activity for the fiscal year ended June 30, 2023 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets Not Being Depreciated:				
Land and Improvements	\$ 37,989	\$ -	\$ -	\$ 37,989
Other Capital Assets Used for:				
General Government	1,408,815	34,804	-	1,443,619
Municipal Court	2,031	-	-	2,031
Public Safety	2,308,024	89,921	18,645	2,379,300
Culture and Recreation	234,145	67,044	-	301,189
Transportation	3,621,770	231,321	-	3,853,091
Total Assets at Historical Costs	<u>\$ 7,612,774</u>	<u>\$ 423,090</u>	<u>\$ 18,645</u>	<u>\$ 8,017,219</u>
Less: Accumulated Depreciation	<u>(4,306,297)</u>	<u>(487,440)</u>	<u>(18,645)</u>	<u>(4,775,092)</u>
Capital Assets, Net	<u><u>\$ 3,306,477</u></u>	<u><u>\$ (64,350)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 3,242,127</u></u>

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

6. CAPITAL ASSETS - Continued:

	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities:				
Capital Assets Not Being Depreciated:				
Land	\$ 214,232	\$ -	\$ -	\$ 214,232
Construction in Progress	139,698	-	139,698	-
Other Capital Assets Used for:				
Electric	18,292,616	221,642	-	18,514,258
Water & Sewer	12,846,315	69,511	-	12,915,826
Airport	14,149,855	206,689	49,836	14,306,708
Community Center	597,807	-	-	597,807
Nutrition Center	1,092,835	22,712	-	1,115,547
Total Assets	\$ 47,333,358	\$ 520,554	\$ 189,534	\$ 47,664,378
Less: Accumulated Depreciation	(32,753,134)	(1,414,689)	(49,836)	(34,117,987)
Capital Assets, Net	\$ 14,580,224	\$ (894,135)	\$ 139,698	\$ 13,546,391

Depreciation was charged to functions as follows:

Governmental Activities	
General Government	\$ 47,765
Public Safety	99,317
Culture and Recreation	15,800
Transportation	324,558
Total Depreciation Expense	\$ 487,440

Business-Type Activities:	
Electric	\$ 454,819
Water & Sewer	373,513
Airport	537,818
Community Center	21,384
Senior Nutrition Center	27,155
Total Depreciation Expense	\$ 1,414,689

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

7. LONG-TERM DEBT:

Business-Type Long-Term Debt:

At June 30, 2023, the City had two business-type long-term debt issues outstanding.

	Balance July 1, 2022	Additions	Retirements	Balance June 30, 2023
Sewer System Lease	\$ 608,819	\$ -	\$ 111,172	\$ 497,647
Muni. Utility Emergency Loan	1,799,869	-	449,967	1,349,902
	\$ 2,408,688	\$ -	\$ 561,139	\$ 1,847,549

On June 21, 2021, the City's Board of Public Works entered into an agreement with the Missouri Department of Natural Resources' Division of Energy to cover the utility costs incurred as a result of extraordinary prices between February 10, 2021 and February 20, 2021. Principal payments of \$224,984 are due on January 1<sup>st</sup> and July 1<sup>st</sup> each year with a zero percent interest rate. Following are the annual cash flow requirements of principal and interest at June 30, 2023:

Year Ending June 30,	Principal	Interest	Total
2024	\$ 224,984	\$ -	\$ 224,984
2025	449,967	-	449,967
2026	449,967	-	449,967
2027	224,984	-	224,984
	\$ 1,349,902	\$ -	\$ 1,349,902

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

7. LONG-TERM DEBT - Continued:

On September 20, 2012, the City entered into an agreement for the acquisition of a new wastewater treatment system. Principal and interest payment of \$10,683 is due on first of each month at 3.00 percent interest. Following are the annual cash flow requirements of bond principal and interest at June 30, 2023:

<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 114,847	\$ 13,343	\$ 128,190
2025	118,341	9,849	128,190
2026	121,940	6,250	128,190
2027	125,905	2,285	128,190
2028	16,614	41	16,655
	<u>\$ 497,647</u>	<u>\$ 31,768</u>	<u>\$ 529,415</u>

The total interest incurred for business-type long-term debt for the year ended June 30, 2023 was \$17,071.

Governmental-Type Long-Term Debt:

At June 30, 2023, the City had four governmental-type long-term debt issues outstanding.

	<u>Balance</u>			<u>Balance</u>
	<u>July 1, 2022</u>	<u>Additions</u>	<u>Retirements</u>	<u>June 30, 2023</u>
Street Improvement Fund	\$ 1,093,229	\$ -	\$ 219,565	\$ 873,664
Nutrition Ctr & Police Station	746,484	-	74,335	672,149
Police Vehicles	47,737	-	15,749	31,988
	<u>\$ 1,887,450</u>	<u>\$ -</u>	<u>\$ 309,649</u>	<u>\$ 1,577,801</u>

On November 19, 2018 the City entered into a loan for the acquisition of three police vehicles that matured on August 25, 2021. Principal and interest payments of \$21,256 are due annually on August 25 at 3.5 percent interest. This loan was paid in full on July 20, 2021.

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

7. LONG-TERM DEBT - Continued:

On March 27, 2017, the City entered into a loan for a transportation renovation project. 120 principal and interest payments of \$21,113 are due on the 20th of each month at 3.40 percent interest. Following are the annual cash flow requirements of bond principal and interest at June 30, 2023:

Street Improvement Fund			
Year Ending June 30,	Principal	Interest	Total
2024	\$ 224,210	\$ 29,143	\$ 253,353
2025	232,300	21,053	253,353
2026	240,682	12,671	253,353
2027	176,472	4,866	181,338
	\$ 873,664	\$ 67,733	\$ 941,397

On October 15, 2020, the City entered into an agreement with First State Community Bank to refinance the Senior Nutrition Center and Police Station construction. Monthly principal and interest payments of \$7,264 are due on the first day of the month at 2.61 percent interest. Following are the annual cash flow requirements of bond principal and interest at June 30, 2023:

Nutrition Center & Police Station			
Year Ending June 30,	Principal	Interest	Total
2024	\$ 70,308	\$ 16,860	\$ 87,168
2025	72,166	15,002	87,168
2026	74,072	13,096	87,168
2027	76,028	11,140	87,168
2028	78,037	9,131	87,168
2029-2033	297,090	17,072	314,162
2034	4,448	13	4,461
	\$ 672,149	\$ 82,314	\$ 754,463

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

7. LONG-TERM DEBT - Continued:

On July 26, 2021 the City entered into a loan for the acquisition of a 2021 Chevrolet Tahoe police vehicle that matures on August 3, 2024. Principal and interest payments of \$16,778 are due annually on August 3 at 2.25 percent interest. Following are the annual cash flow requirements of bond principal and interest at June 30, 2023:

Police Vehicles			
Year Ending June 30,	Principal	Interest	Total
2024	\$ 15,990	\$ 788	\$ 16,778
2025	15,998	780	16,778
	\$ 31,988	\$ 1,568	\$ 33,556

The total interest incurred for governmental-type long-term debt for the year ended June 30, 2023 was \$54,913.

8. INTERFUND TRANSACTIONS:

A. Transfers:

Transfers and payments within the reporting entity are substantially for the purposes of subsidizing operating functions, funding capital projects and asset acquisitions, or maintaining debt service on a routine basis.

The following is a summary of the interfund transfers:

	Transferred Out	Transferred In
General Fund	\$ 14,211	\$ 186,567
Street Fund	-	14,211
Cemetery Fund	11,095	-
Capital Improvements Fund	102,910	-
Community Center Fund	33,985	-
Senior Nutrition Center Fund	38,577	-
	\$ 200,778	\$ 200,778

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

9. RISK OF LOSS:

The City is exposed to risks of loss through their property ownership, employee injury, and liability of employees and elected officials' actions. The City purchases commercial insurance policies to overcome the risk of loss due to property ownership. There have been no significant reductions in insurance coverage from the prior years. The other risks are overcome by the City's participation in insurance pools. These pools provide coverage like commercial companies, but can require additional payments if claims exceed premiums. No contingency has been established since these payments cannot be estimated, and none were required in the fiscal year ended June 30, 2023.

10. CONTINGENT LIABILITIES:

The City participates in certain federal and state assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. Any liability for reimbursement which may arise as a result of these audits is not believed to be material.

11. PENSION PLAN – LAGERS:

**General Information about the Pension Plan**

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

**General Information about the Pension Plan**

**Plan description.** The City of Malden's defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The City of Malden 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](http://www.molagers.org).

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

11. PENSION PLAN – LAGERS (Continued):

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

	<u>2023 Valuation</u>
Benefit Multiplier:	2.00%
Final Average Salary:	5 Years
Member Contributions:	4%

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

**Employees covered by benefit terms.** At June 30, 2023, the following employees were covered by the benefit terms:

	General	Police	Fire
Inactive employees or beneficiaries currently receiving benefits	44	15	3
Inactive employees entitled to but not yet receiving benefits	9	22	3
Active employees	37	11	3
	90	48	9

**Contributions.** The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance an unfunded accrued liability. Full-time employees of the employer contribute 4% of their gross pay to the pension plan. Employer contribution rates are 12.9% (General), 0.8% (Police), and 1.0% (Fire) of annual covered payroll.

**Net Pension Liability.** The employer’s net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of February 28, 2023.

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

11. PENSION PLAN – LAGERS (Continued):

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

Inflation	2.75% wage inflation; 2.25% price inflation
Salary Increases	2.75% to 6.75% including inflation
Investment rate of return	7.00%

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 preretirement 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 28, 2023 valuation were based on the results of an actuarial experience study for the period March 1, 2017 through February 28, 2023.

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

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

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

11. PENSION PLAN – LAGERS (Continued):

**Discount rate.** The discount rate used to measure the total pension liability is 7.00% for General, Police, and Fire. 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.

<u>General</u>	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
<b>Balances at 6/30/2022</b>	\$ 10,117,116	\$ 10,934,986	\$ (817,870)
<b>Changes for the year:</b>			
Service Cost	203,059	-	203,059
Interest	696,433	-	696,433
Difference between expected and actual experience	209,040	-	209,040
Changes of Assumptions	-	-	-
Contributions - employer	-	232,950	(232,950)
Contributions - employee	-	72,233	(72,233)
Net investment income	-	394,791	(394,791)
Benefit payments, including refunds	(544,983)	(544,983)	-
Administrative expense	-	(12,174)	12,174
Other changes	-	68,241	(68,241)
<b>Net changes</b>	563,549	211,058	352,491
<b>Balances at 6/30/2023</b>	\$ 10,680,665	\$ 11,146,044	\$ (465,379)

<u>Police</u>	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
<b>Balances at 6/30/2022</b>	\$ 1,872,234	\$ 2,839,910	\$ (967,676)
<b>Changes for the year:</b>			
Service Cost	61,597	-	61,597
Interest	130,488	-	130,488
Difference between expected and actual experience	137,840	-	137,840
Changes of Assumptions	-	-	-
Contributions - employer	-	3,850	(3,850)
Contributions - employee	-	19,248	(19,248)
Net investment income	-	98,189	(98,189)
Benefit payments, including refunds	(78,105)	(78,105)	-
Administrative expense	-	(4,413)	4,413
Other changes	-	(19,858)	19,858
<b>Net changes</b>	251,820	18,911	232,909
<b>Balances at 6/30/2023</b>	\$ 2,124,054	\$ 2,858,821	\$ (734,767)

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

11. PENSION PLAN – LAGERS (Continued):

	<u>Fire</u>		
	Total Pension Liability	Increase (Decrease) Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
<b>Balances at 6/30/2022</b>	\$ 936,049	\$ 2,102,499	\$ (1,166,450)
<b>Changes for the year:</b>			
Service Cost	12,535	-	12,535
Interest	64,643	-	64,643
Difference between expected and actual experience	45,862	-	45,862
Changes of Assumptions	-	-	-
Contributions - employer	-	1,238	(1,238)
Contributions - employee	-	4,950	(4,950)
Net investment income	-	73,658	(73,658)
Benefit payments, including refunds	(38,125)	(38,125)	-
Administrative expense	-	(1,066)	1,066
Other changes	-	2,479	(2,479)
<b>Net changes</b>	<u>84,915</u>	<u>43,134</u>	<u>41,781</u>
<b>Balances at 6/30/2023</b>	<u>\$ 1,020,964</u>	<u>\$ 2,145,633</u>	<u>\$ (1,124,669)</u>

***Sensitivity of the net pension liability to changes in the discount rate.*** The following presents the Net Pension Liability of the employer, calculated using the discount rate of 7.00% for General, Police and Fire, as well as what the employer's Net Pension 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.

	<u>General</u>		
	1% Decrease 6.00%	Current Single Discount Rate Assumption 7.00%	1% Increase 8.00%
	Total Pension Liability (TPL)	\$ 12,008,565	\$ 10,680,665
Plan Fiduciary Net Position	11,146,044	11,146,044	11,146,044
Net Pension Liability/(Asset) (NPL)	<u>\$ 862,521</u>	<u>\$ (465,379)</u>	<u>\$ (1,583,283)</u>

	<u>Police</u>		
	1% Decrease 6.00%	Current Single Discount Rate Assumption 7.00%	1% Increase 8.00%
	Total Pension Liability (TPL)	\$ 2,485,524	\$ 2,124,054
Plan Fiduciary Net Position	2,858,821	2,858,821	2,858,821
Net Pension Liability/(Asset) (NPL)	<u>\$ (373,297)</u>	<u>\$ (734,767)</u>	<u>\$ (1,022,015)</u>

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

11. PENSION PLAN – LAGERS (Continued):

**Fire**

	1% Decrease 6.00%	Current Single Discount Rate Assumption 7.00%	1% Increase 8.00%
Total Pension Liability (TPL)	\$ 1,154,885	\$ 1,020,964	\$ 908,864
Plan Fiduciary Net Position	2,145,633	2,145,633	2,145,633
Net Pension Liability/(Asset) (NPL)	<u>\$ (990,748)</u>	<u>\$ (1,124,669)</u>	<u>\$ (1,236,769)</u>

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

For the year ended June 30, 2023 the employer recognized pension expense of \$(77,910) for General, \$855 for Police, and \$71,033 for Fire. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

**General**

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Outflows of Resources
Differences in experience	\$ 294,136	\$ (41,957)	\$ 252,179
Differences in assumptions	-	(49,365)	(49,365)
Excess (deficit) investment returns	169,075	-	169,075
Contributions subsequent to the measurement date*	-	-	-
Total	<u>\$ 463,211</u>	<u>\$ (91,322)</u>	<u>\$ 371,889</u>

**Police**

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Outflows of Resources
Differences in experience	\$ 78,001	\$ (42,042)	\$ 35,959
Differences in assumptions	-	(3,130)	(3,130)
Excess (deficit) investment returns	42,446	-	42,446
Contributions subsequent to the measurement date*	-	-	-
Total	<u>\$ 120,447</u>	<u>\$ (45,172)</u>	<u>\$ 75,275</u>

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

11. PENSION PLAN – LAGERS (Continued):

	<u>Fire</u>		
	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>	<b>Net Outflows of Resources</b>
Differences in experience	\$ 43,701	\$ (52,654)	\$ (8,953)
Differences in assumptions	-	(6,192)	(6,192)
Excess (deficit) investment returns	31,050	-	31,050
Contributions subsequent to the measurement date*	-	-	-
Total	\$ 74,751	\$ (58,846)	\$ 15,905

\*The amount reported as deferred outflows of resources resulting from contributions subsequent to the measurement date will be recognized as a reduction in the Net Pension Liability for the year ending June 30, 2023.

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

11. PENSION PLAN – LAGERS (Continued):

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

General	
Year Ending June 30,	Net Deferred Outflows of Resources
2024	\$ 41,987
2025	(13,104)
2026	270,138
2027	72,868
2028	-
Thereafter	-
<b>Total</b>	<b>\$ 371,889</b>

Police	
Year Ending June 30,	Net Deferred Outflows of Resources
2024	\$ 10,560
2025	(14,303)
2026	59,441
2027	19,577
2028	-
Thereafter	-
<b>Total</b>	<b>\$ 75,275</b>

Fire	
Year Ending June 30,	Net Deferred Outflows of Resources
2024	\$ 245
2025	(36,987)
2026	38,152
2027	14,495
2028	-
Thereafter	-
<b>Total</b>	<b>\$ 15,905</b>

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

11. PENSION PLAN – LAGERS (Continued):

**Payable to the Pension Plan**

At June 30, 2023, the City of Malden reported a payable of \$0 for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2023.

12. CHAPTER 67 RSMO (BUDGET STATUTE):

Chapter 67 RSMo requires that each political subdivision of the state adopt an annual budget itemized by fund. It further prohibits the budgeted expenditures and transfers out of public monies to exceed the estimated revenues, transfers-in, and beginning balances for the funds.

For the year ended June 30, 2023, the City's budgeted expenditures did not exceed estimated revenues, transfers-in and beginning fund balance for any fund.

13. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS:

Balances at June 30, 2023 of interfund receivables and payables were as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Electric Utility Fund	Water & Sewer Utility Fund	\$ 233,102
General Fund	Economic Dev Fund	379
General Fund	Water & Sewer Utility Fund	1,178
		<u>\$ 234,659</u>

Interfund receivables resulted from the time between the receipt of goods and the provision of services and the related reimbursement as a part of normal business operations. All balances are expected to be repaid within one year.

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

14. RESTRICTED ASSETS:

The Malden Capital Improvement Corporation was indebted for a loan insured through the United States Department of Agriculture (USDA). Funds are placed in a Debt Reserve Maintenance Account and shall be used for the purpose of paying the principal and interest on the indebtedness if the monies in the General Account are insufficient to pay the same as such principal and interest become due.

At June 30, 2023, restricted assets in the Debt Reserve Account include \$15.

At June 30, 2023, restricted assets include \$168,567 of money held by the City of Malden Municipal Airport. The restrictions are due to the provision of grant agreements agreed to when receiving Federal grant money to help pay for the various projects of the City's Airport.

At June 30, 2023, restricted assets include \$8 of restricted funds held by the Senior Nutrition Center.

At June 30, 2023, restricted assets include \$143,300 of restricted funds held by the Board of Public Works for purposes of residents' meter deposits payable balance.

At June 30, 2023, restricted assets include \$500,000 of restricted funds held by the Board of Public Works for purposes of paying out incentives for potential new business who want to purchase and develop land owned by the Department of Economic Development (DED). Once a company is interested in purchasing land from the DED, the Board of Public works would use these set aside monies to loan DED funds to improve property for the potential buyer.

At June 30, 2023, restricted assets include \$801,853 of restricted funds held by the General Fund.

At June 30, 2023, restricted assets include \$347,201 of money held by the City of Malden Street Project Fund account that is reserved to service the Street Project that the City started in early 2017.

CITY OF MALDEN  
Malden, Missouri

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended June 30, 2023

15. RELATED PARTIES

The City provides management duties for the Dunklin County Reorganized Common Sewer District #1. They handle all the daily activities of the Sewer District while charging the District a monthly fee for sewer treatment, billing, collections, and other daily operations performed by the City. The Sewer District is not owned by the City but was put under the receivership by the State of Missouri. The City collected \$155,606, in monthly billings of sewer treatment and daily operations performed by the City, from the Sewer District during the year and the Sewer District owed the City \$84,521 as of June 30, 2023.

The City owns the building that houses the Senior Nutrition Center. The Senior Nutrition Center is owned and operated by the Malden Chamber of Commerce; however, they do not have a system to track their assets. Therefore, the City uses their fixed asset program on behalf of the Malden Chamber of Commerce. The City does not charge the Malden Chamber of Commerce any rent to occupy the building.

16. PRIOR PERIOD ADJUSTMENTS:

Prior period adjustments were made to remove long term debt, deferred outflows, and deferred inflows due to change in accounting method from accrual basis to the modified cash basis.

17. SUBSEQUENT EVENTS:

For the year-ended June 30, 2023, the City has evaluated subsequent events for potential recognition and disclosure through April 15, 2024, which is the date the financial statements were available to be issued.

GENERAL FUND – STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

For the Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES:</u>				
Taxes	\$ 1,838,889	\$ 1,948,177	\$ 1,901,053	\$ (47,124)
Intergovernmental	36,645	52,294	70,847	18,553
Charges for Services	175,295	149,526	168,812	19,286
Interest Income	13,926	70,440	73,478	3,038
Miscellaneous	504,259	463,243	430,626	(32,617)
TOTAL REVENUES	<u>\$ 2,569,014</u>	<u>\$ 2,683,680</u>	<u>\$ 2,644,816</u>	<u>\$ (38,864)</u>
<u>EXPENDITURES:</u>				
General Administration	\$ 408,182	\$ 364,418	\$ 364,481	\$ (63)
Municipal Court	72,632	72,842	73,259	(417)
Department of Public Safety	1,387,219	1,578,895	1,556,775	22,120
TOTAL EXPENDITURES	<u>\$ 1,868,033</u>	<u>\$ 2,016,155</u>	<u>\$ 1,994,515</u>	<u>\$ 21,640</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 700,981</u>	<u>\$ 667,525</u>	<u>\$ 650,301</u>	<u>\$ (17,224)</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Proceeds from Sale of Assets	\$ 17,950	\$ 3,850	\$ 4,100	\$ 250
Operating Transfers In (Out)	(195,194)	-	(172,358)	(172,358)
TOTAL OTHER FINANCING SOURCES (USES)	<u>\$ (177,244)</u>	<u>\$ 3,850</u>	<u>\$ (168,258)</u>	<u>\$ (172,108)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES AND (USES) OVER EXPENDITURES	<u>\$ 523,737</u>	<u>\$ 671,375</u>	<u>\$ 482,043</u>	<u>\$ (189,332)</u>
FUND BALANCES, June 30, 2022			1,387,580	
Prior Period Adjustments			(161,060)	
FUND BALANCES, June 30, 2023			<u>\$ 1,708,563</u>	

CITY OF MALDEN  
Malden, Missouri

Exhibit I

STREET FUND – STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL

For the Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES:</u>				
Taxes	\$ 507,874	\$ 538,069	\$ 533,865	\$ (4,204)
Intergovernmental	394	284,507	258,643	(25,864)
Interest Income	1,035	11,160	11,623	463
Miscellaneous	22,775	21,663	22,426	763
	<u>\$ 532,078</u>	<u>\$ 855,399</u>	<u>\$ 826,557</u>	<u>\$ (28,842)</u>
<u>EXPENDITURES:</u>				
Transportation	\$ 507,325	\$ 719,711	\$ 700,445	\$ 19,266
	<u>\$ 507,325</u>	<u>\$ 719,711</u>	<u>\$ 700,445</u>	<u>\$ 19,266</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 24,753</u>	<u>\$ 135,688</u>	<u>\$ 126,112</u>	<u>\$ (9,576)</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Operating Transfers In	\$ 32,714	\$ -	\$ (14,211)	\$ (14,211)
	<u>\$ 32,714</u>	<u>\$ -</u>	<u>\$ (14,211)</u>	<u>\$ (14,211)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES AND (USES) OVER EXPENDITURES	<u>\$ 57,467</u>	<u>\$ 135,688</u>	<u>\$ 111,901</u>	<u>\$ (23,787)</u>
FUND BALANCES, June 30, 2022			250,028	
Prior Period Adjustments			(14,728)	
FUND BALANCES, June 30, 2023			<u>\$ 347,201</u>	

**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND  
RELATED RATIOS – GENERAL FUND**

June 30, 2023

	2023	2022	2021	2020	2019	2018	2017	2016
<b>TOTAL PENSION LIABILITY:</b>								
Service Cost	\$ 203,059	\$ 189,272	\$ 184,536	\$ 180,912	\$ 184,561	\$ 180,947	\$ 177,602	\$ 171,702
Interest on Total Pension Liability	696,433	654,730	686,709	654,717	615,454	594,172	605,310	566,525
Difference between expected and actual experience	209,040	317,123	(212,219)	95,435	250,141	50,119	(472,148)	(220,394)
Assumption Changes	-	-	(249,681)	-	-	-	-	374,606
Benefit Payments and Refunds	(544,983)	(598,384)	(464,195)	(518,037)	(495,954)	(569,682)	(365,966)	(354,959)
<b>NET CHANGE IN TOTAL PENSION LIABILITY</b>	<b>\$ 563,549</b>	<b>\$ 562,741</b>	<b>\$ (54,850)</b>	<b>\$ 413,027</b>	<b>\$ 554,202</b>	<b>\$ 255,556</b>	<b>\$ (55,202)</b>	<b>\$ 537,480</b>
TOTAL PENSION LIABILITY, July 1, 2022	10,117,116	9,554,375	9,609,225	9,196,198	8,641,996	8,386,440	8,441,642	7,904,162
<b>TOTAL PENSION LIABILITY, June 30, 2023 (a)</b>	<b>\$ 10,680,665</b>	<b>\$ 10,117,116</b>	<b>\$ 9,554,375</b>	<b>\$ 9,609,225</b>	<b>\$ 9,196,198</b>	<b>\$ 8,641,996</b>	<b>\$ 8,386,440</b>	<b>\$ 8,441,642</b>
<b>PLAN FIDUCIARY NET POSITION:</b>								
Contributions-employer	\$ 232,950	\$ 235,431	\$ 196,708	\$ 178,455	\$ 165,540	\$ 185,960	\$ 156,922	\$ 141,744
Contributions-employee	72,233	70,278	63,454	62,616	63,669	65,249	60,355	60,304
Pension Plan Net Investment income	394,791	7,307	2,371,455	114,823	581,735	1,031,572	890,686	(23,040)
Benefit Payments and Refunds	(544,983)	(598,384)	(464,195)	(518,037)	(495,954)	(569,682)	(365,966)	(354,959)
Pension Plan Administrative Expense	(12,174)	(8,727)	(8,213)	(10,617)	(9,532)	(6,828)	(6,742)	(6,643)
Other	68,241	121,327	(140,763)	11,388	80,063	(141,514)	(105,769)	(69,872)
<b>NET CHANGE IN PLAN FIDUCIARY NET POSITION</b>	<b>\$ 211,058</b>	<b>\$ (172,768)</b>	<b>\$ 2,018,446</b>	<b>\$ (161,372)</b>	<b>\$ 385,521</b>	<b>\$ 564,757</b>	<b>\$ 629,486</b>	<b>\$ (252,466)</b>
PLAN FIDUCIARY NET POSITION, July 1, 2022	10,934,986	11,107,754	9,089,308	9,250,680	8,865,159	8,300,402	7,670,916	7,923,382
<b>PLAN FIDUCIARY NET POSITION, June 30, 2023 (b)</b>	<b>\$ 11,146,044</b>	<b>\$ 10,934,986</b>	<b>\$ 11,107,754</b>	<b>\$ 9,089,308</b>	<b>\$ 9,250,680</b>	<b>\$ 8,865,159</b>	<b>\$ 8,300,402</b>	<b>\$ 7,670,916</b>
<b>EMPLOYER NET POSITION LIABILITY (a) - (b)</b>	<b>\$ (465,379)</b>	<b>\$ (817,870)</b>	<b>\$ (1,553,379)</b>	<b>\$ 519,917</b>	<b>\$ (54,482)</b>	<b>\$ (223,163)</b>	<b>\$ 86,038</b>	<b>\$ 770,726</b>
<b>PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF THE TOTAL PENSION LIABILITY</b>	<b>104.36%</b>	<b>108.08%</b>	<b>116.26%</b>	<b>94.59%</b>	<b>100.59%</b>	<b>102.58%</b>	<b>98.97%</b>	<b>90.87%</b>
<b>COVERED EMPLOYEE PAYROLL</b>	<b>\$ 1,834,006</b>	<b>\$ 1,694,939</b>	<b>\$ 1,537,356</b>	<b>\$ 1,555,045</b>	<b>\$ 1,524,433</b>	<b>\$ 1,579,125</b>	<b>\$ 1,520,125</b>	<b>\$ 1,505,224</b>
<b>EMPLOYER'S NET POSITION LIABILITY AS A PERCENTAGE OF COVERED EMPLOYEE PAYROLL</b>	<b>(25.37)%</b>	<b>(48.25)%</b>	<b>(101.04)%</b>	<b>33.43%</b>	<b>(03.57)%</b>	<b>(14.13)%</b>	<b>5.66%</b>	<b>51.20%</b>

\*Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND  
RELATED RATIOS – POLICE FUND

June 30, 2023

	2023	2022	2021	2020	2019	2018	2017	2016
<b>TOTAL PENSION LIABILITY:</b>								
Service Cost	\$ 61,597	\$ 60,703	\$ 69,847	\$ 70,581	\$ 64,393	\$ 52,143	\$ 54,321	\$ 55,063
Interest on Total Pension Liability	130,488	130,758	132,788	129,711	123,186	111,257	110,167	97,950
Difference between expected and actual experience Assumption Changes	137,840	(98,955)	(49,117)	(73,069)	(6,673)	89,594	(63,765)	38,370
Benefit Payments and Refunds	(78,105)	(114,880)	(82,978)	(85,814)	(101,786)	(87,432)	(81,896)	(76,427)
NET CHANGE IN TOTAL PENSION LIABILITY	\$ 251,820	\$ (22,374)	\$ 56,598	\$ 41,409	\$ 79,120	\$ 165,562	\$ 18,827	\$ 171,564
TOTAL PENSION LIABILITY, July 1, 2022	1,872,234	1,894,608	1,838,010	1,796,601	1,717,481	1,551,919	1,533,092	1,361,528
TOTAL PENSION LIABILITY, June 30, 2023 (a)	\$ 2,124,054	\$ 1,872,234	\$ 1,894,608	\$ 1,838,010	\$ 1,796,601	\$ 1,717,481	\$ 1,551,919	\$ 1,533,092
<b>PLAN FIDUCIARY NET POSITION:</b>								
Contributions-employer	\$ 3,850	\$ 11,447	\$ 8,703	\$ 7,930	\$ 4,071	\$ 3,728	\$ 1,185	\$ 5,292
Contributions-employee	19,248	16,353	19,339	21,146	20,357	18,639	15,795	18,931
Pension Plan Net Investment income	98,189	2,043	626,755	29,784	149,537	259,238	226,017	(2,943)
Benefit Payments and Refunds	(78,105)	(114,880)	(82,978)	(85,814)	(101,786)	(87,432)	(81,896)	(76,427)
Pension Plan Administrative Expense	(4,413)	(3,204)	(2,875)	(4,571)	(3,984)	(2,988)	(2,613)	(2,523)
Other	(19,858)	13,798	20,562	(79,177)	45,082	10,212	18,436	32,005
NET CHANGE IN PLAN FIDUCIARY NET POSITION	\$ 18,911	\$ (74,443)	\$ 589,506	\$ (110,702)	\$ 113,277	\$ 201,397	\$ 176,924	\$ (25,665)
PLAN FIDUCIARY NET POSITION, July 1, 2022	2,839,910	2,914,353	2,324,847	2,435,549	2,322,272	2,120,875	1,943,951	1,969,616
PLAN FIDUCIARY NET POSITION, June 30, 2023 (b)	\$ 2,858,821	\$ 2,839,910	\$ 2,914,353	\$ 2,324,847	\$ 2,435,549	\$ 2,322,272	\$ 2,120,875	\$ 1,943,951
EMPLOYER NET POSITION LIABILITY (a) - (b)	\$ (734,767)	\$ (967,676)	\$ (1,019,745)	\$ (486,837)	\$ (638,948)	\$ (604,791)	\$ (568,956)	\$ (410,859)
PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF THE TOTAL PENSION LIABILITY	134.59%	151.69%	153.82%	126.49%	135.56%	135.21%	136.66%	126.80%
COVERED EMPLOYEE PAYROLL	\$ 480,529	\$ 400,028	\$ 444,104	\$ 556,584	\$ 506,639	\$ 466,301	\$ 351,312	\$ 464,264
EMPLOYER'S NET POSITION LIABILITY AS A PERCENTAGE OF COVERED EMPLOYEE PAYROLL	(152.91)%	(241.90)%	(229.62)%	(87.47)%	(126.12)%	(129.70)%	(161.95)%	(88.50)%

\*Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND  
RELATED RATIOS – FIRE FUND

June 30, 2023

	2023	2022	2021	2020	2019	2018	2017	2016
<b>TOTAL PENSION LIABILITY:</b>								
Service Cost	\$ 12,535	\$ 16,811	\$ 23,882	\$ 24,225	\$ 22,880	\$ 22,715	\$ 19,620	\$ 18,229
Interest on Total Pension Liability	64,643	66,778	70,093	61,553	58,753	55,512	52,180	55,434
Difference between expected and actual experience	45,862	(67,757)	(43,567)	84,074	(1,305)	(15,863)	(9,977)	(118,315)
Assumption Changes	-	-	(17,040)	-	-	-	-	16,462
Benefit Payments and Refunds	(38,125)	(50,122)	(35,561)	(67,659)	(17,963)	(17,513)	(17,260)	(17,486)
NET CHANGE IN TOTAL PENSION LIABILITY	\$ 84,915	\$ (34,290)	\$ (2,193)	\$ 102,193	\$ 62,365	\$ 44,851	\$ 44,563	\$ (45,676)
TOTAL PENSION LIABILITY, July 1, 2022	936,049	970,339	972,532	870,339	807,974	763,123	718,560	764,236
TOTAL PENSION LIABILITY, June 30, 2023 (a)	\$ 1,020,964	\$ 936,049	\$ 970,339	\$ 972,532	\$ 870,339	\$ 807,974	\$ 763,123	\$ 718,560
<b>PLAN FIDUCIARY NET POSITION:</b>								
Contributions-employer	\$ 1,238	\$ 895	\$ 1,215	\$ 1,593	\$ 1,579	\$ 1,448	\$ 432	\$ 360
Contributions-employee	4,950	3,581	4,860	6,371	6,317	5,792	5,754	4,803
Pension Plan Net Investment income	73,658	1,310	464,709	25,970	107,212	180,314	157,626	(4,060)
Benefit Payments and Refunds	(38,125)	(50,122)	(35,561)	(67,659)	(17,963)	(17,513)	(17,260)	(17,486)
Pension Plan Administrative Expense	(1,066)	(773)	(616)	(806)	(725)	(512)	(506)	(505)
Other	2,479	(7,602)	(52,126)	64,473	1,789	222	2,779	(96,410)
NET CHANGE IN PLAN FIDUCIARY NET POSITION	\$ 43,134	\$ (52,711)	\$ 382,481	\$ 29,942	\$ 98,209	\$ 169,751	\$ 148,825	\$ (113,298)
PLAN FIDUCIARY NET POSITION, July 1, 2022	2,102,499	2,155,210	1,772,729	1,742,787	1,644,578	1,474,827	1,326,002	1,439,300
PLAN FIDUCIARY NET POSITION, June 30, 2023 (b)	\$ 2,145,633	\$ 2,102,499	\$ 2,155,210	\$ 1,772,729	\$ 1,742,787	\$ 1,644,578	\$ 1,474,827	\$ 1,326,002
EMPLOYER NET POSITION LIABILITY (a) - (b)	\$ (1,124,669)	\$ (1,166,450)	\$ (1,184,871)	\$ (800,197)	\$ (872,448)	\$ (836,604)	\$ (711,704)	\$ (607,442)
PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF THE TOTAL PENSION LIABILITY	210.16%	224.61%	222.11%	182.28%	200.24%	203.54%	193.26%	184.54%
COVERED EMPLOYEE PAYROLL	\$ 120,862	\$ 75,326	\$ 123,403	\$ 165,304	\$ 148,880	\$ 144,393	\$ 144,106	\$ 114,768
EMPLOYER'S NET POSITION LIABILITY AS A PERCENTAGE OF COVERED EMPLOYEE PAYROLL	(930.54)%	(1,548.54)%	(960.16)%	(484.08)%	(586.01)%	(579.39)%	(493.88)%	(529.28)%

\*Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

CITY OF MALDEN  
Malden, Missouri

Exhibit M

SCHEDULE OF CONTRIBUTIONS

June 30, 2023

Year Ended	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contributions Deficiency (Excess)	Covered-Employee Payroll	Contributions as a Percentage of Covered-Employee Payroll
6/30/2023	\$ 238,037	\$ 238,037	\$ -	\$ 2,410,781	9.87%
6/30/2022	248,182	247,773	409	2,255,292	10.99%
6/30/2021	209,799	206,626	3,173	2,191,336	9.43%
6/30/2020	198,936	187,978	10,958	2,253,323	8.34%
6/30/2019	171,191	171,191	-	2,258,580	7.58%
6/30/2018	199,791	191,135	8,156	2,241,975	8.53%
6/30/2017	169,101	158,539	10,562	2,047,600	7.74%
6/30/2016	186,812	147,535	39,277	2,100,938	7.02%
6/30/2015	216,871	144,422	72,449	2,085,840	6.92%
6/30/2014	206,254	120,379	85,875	1,995,765	6.03%

DRAFT

CITY OF MALDEN  
Malden, Missouri

Exhibit N

SCHEDULE OF CHANGES IN NET PENSION LIABILITY/ (ASSET)  
AND RELATED RATIOS

June 30, 2023

<i>Fiscal year ending June 30,</i>	2023	2022	2021	2020	2019	2018	2017	2016
<b>Total Pension Liability</b>								
Service Cost	\$277,191	\$266,786	\$ 278,265	\$ 275,718	\$ 271,834	\$ 255,805	\$ 251,543	\$ 244,994
Interest on the Total Pension Liability	891,564	852,266	889,590	845,981	797,393	760,941	767,657	719,909
Difference between Expected and Actual Experience	392,742	150,411	(304,903)	106,440	242,163	123,850	(545,890)	(300,339)
Assumption Changes	-	-	(280,663)	-	-	-	-	447,676
Benefit Payments	(661,213)	(763,386)	(582,734)	(671,510)	(615,703)	(674,627)	(465,122)	(448,872)
Net Change in Total Pension Liability	\$ 900,284	\$ 506,077	\$ (445)	\$ 556,629	\$ 695,687	\$ 465,969	\$ 8,188	\$ 663,368
Total Pension Liability Beginning	12,925,399	12,419,322	12,419,767	11,863,138	11,167,451	10,701,482	10,693,294	10,029,926
Total Pension Liability Ending	\$ 13,825,683	\$ 12,925,399	\$ 12,419,322	\$ 12,419,767	\$ 11,863,138	\$ 11,167,451	\$ 10,701,482	\$ 10,693,294
<b>Plan Fiduciary Net Pension</b>								
Contributions-Employer	\$238,038	\$247,773	\$ 206,626	\$ 187,978	\$ 171,190	\$ 191,136	\$ 158,539	\$ 147,396
Contributions-Employee	96,431	90,212	87,653	90,133	90,343	89,680	81,904	84,038
Pension Plan Net Investment Income	566,638	10,660	3,462,919	170,577	838,484	1,471,124	1,274,329	(30,043)
Benefit Payments	(661,213)	(763,386)	(582,734)	(671,510)	(615,703)	(674,627)	(465,122)	(448,872)
Pension Plan Administrative Expense	(17,653)	(12,704)	(11,704)	(15,994)	(14,241)	(10,328)	(9,861)	(9,671)
Other	50,862	127,523	(172,327)	(3,316)	126,934	(131,080)	(84,554)	(134,277)
Net Change in Plan Fiduciary Net Position	\$ 273,103	\$ (299,922)	\$ 2,990,433	\$ (242,132)	\$ 597,007	\$ 935,905	\$ 955,235	\$ (391,429)
Plan Fiduciary Net Position Beginning	15,877,395	16,177,317	13,186,884	13,429,016	12,832,009	11,896,104	10,940,869	11,332,298
Plan Fiduciary Net Position Ending	\$ 16,150,498	\$ 15,877,395	\$ 16,177,317	\$ 13,186,884	\$ 13,429,016	\$ 12,832,009	\$ 11,896,104	\$ 10,940,869
Employer Net Pension Liability (Asset)	\$ (2,324,815)	\$ (2,951,996)	\$ (3,757,995)	\$ (767,117)	\$ (1,565,878)	\$ (1,664,558)	\$ (1,194,622)	\$ (247,575)
<b>Plan Fiduciary Net Position as a Percentage of the</b>								
Total Pension Liability	116.82%	122.84%	130.26%	106.18%	113.20%	114.91%	111.16%	102.32%
Covered Employee Payroll	\$2,435,397	\$2,170,293	\$ 2,104,863	\$ 2,276,933	\$ 2,179,592	\$ 2,189,819	\$ 2,015,543	\$ 2,084,256
Employer's Net Pension Liability as a Percentage of Covered Employee Payroll	(95.46)%	(136.02)%	(178.54)%	(33.69)%	(71.84)%	(76.01)%	(59.27)%	(11.88)%

\*Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

COMBINING BALANCE SHEET – MODIFIED CASH  
BASIS – OTHER GOVERNMENTAL FUNDS

June 30, 2023

	<u>Special Revenue</u>			<u>Capital</u> <u>Projects</u>	<u>Total</u> <u>Nonmajor</u> <u>Governmental</u> <u>Funds</u>
	<u>Park</u> <u>Fund</u>	<u>Cemetery</u> <u>Fund</u>	<u>DED</u> <u>Fund</u>	<u>CIC</u> <u>Fund</u>	
<u>ASSETS:</u>					
Cash	\$ 419,766	\$ 37,012	\$ 40,720	\$ 1,164	\$ 498,662
Restricted Cash	-	-	-	15	15
Cash in Bank - CDs	-	126,773	-	-	126,773
TOTAL ASSETS	<u>\$ 419,766</u>	<u>\$ 163,785</u>	<u>\$ 40,720</u>	<u>\$ 1,179</u>	<u>\$ 625,450</u>
<u>LIABILITIES AND FUND BALANCES:</u>					
<u>CURRENT LIABILITIES:</u>					
Due to Other Funds	\$ 397,743	\$ -	\$ 379	\$ -	\$ 398,122
TOTAL LIABILITIES	<u>\$ 397,743</u>	<u>\$ -</u>	<u>\$ 379</u>	<u>\$ -</u>	<u>\$ 398,122</u>
FUND BALANCES	<u>\$ 22,023</u>	<u>\$ 163,785</u>	<u>\$ 40,341</u>	<u>\$ 1,179</u>	<u>\$ 227,328</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 419,766</u>	<u>\$ 163,785</u>	<u>\$ 40,720</u>	<u>\$ 1,179</u>	<u>\$ 625,450</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES – OTHER GOVERNMENTAL FUNDS

For the Year Ended June 30, 2023

	Park Fund	Cemetery Fund	DED Fund	CIC Fund	Total Other Governmental Funds
<u>REVENUES:</u>					
Taxes	\$ 166,840	\$ -	\$ -	\$ -	\$ 166,840
Charges for Services	38,586	50,182	-	-	88,768
Grants	27,040	3,203	-	-	30,243
Interest Income	1,734	1,433	1,137	86	4,390
Miscellaneous Revenues	1,658	-	-	-	1,658
	<u>\$ 235,858</u>	<u>\$ 54,818</u>	<u>\$ 1,137</u>	<u>\$ 86</u>	<u>\$ 291,899</u>
TOTAL REVENUES					
<u>EXPENDITURES:</u>					
Current:					
General Government	\$ -	\$ 55,918	\$ 250	\$ 15,742	\$ 71,910
Culture and Recreation	242,542	-	-	-	242,542
Debt Service:					
Principal	-	-	-	74,335	74,335
Interest	-	-	-	20,097	20,097
	<u>\$ 242,542</u>	<u>\$ 55,918</u>	<u>\$ 250</u>	<u>\$ 110,174</u>	<u>\$ 408,884</u>
TOTAL EXPENDITURES					
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (6,684)</u>	<u>\$ (1,100)</u>	<u>\$ 887</u>	<u>\$ (110,088)</u>	<u>\$ (116,985)</u>
<u>OTHER FINANCING SOURCES (USES):</u>					
Operating Transfers In	\$ -	\$ 11,096	\$ -	\$ 102,911	\$ 114,007
	<u>\$ -</u>	<u>\$ 11,096</u>	<u>\$ -</u>	<u>\$ 102,911</u>	<u>\$ 114,007</u>
TOTAL OTHER FINANCING SOURCES AND USES					
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES AND (USES) OVER EXPENDITURES	<u>\$ (6,684)</u>	<u>\$ 9,996</u>	<u>\$ 887</u>	<u>\$ (7,177)</u>	<u>\$ (2,978)</u>
FUND BALANCES, June 30, 2022	31,132	150,849	39,454	8,356	229,791
Prior Period Adjustments	\$ (2,425)	\$ 2,940	\$ -	\$ -	\$ 515
FUND BALANCES, June 30, 2023	<u>\$ 22,023</u>	<u>\$ 163,785</u>	<u>\$ 40,341</u>	<u>\$ 1,179</u>	<u>\$ 227,328</u>

DRAFT