



Upstream from ordinary.

Annual Comprehensive Financial Report



**For the fiscal year ended
June 30, 2023**

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**ANNUAL COMPREHENSIVE
FINANCIAL REPORT
OF THE
CITY OF RIVERSIDE,
MISSOURI**

For the Year Ended

June 30, 2023

Prepared by

Finance Department
Erika Benitez, Finance Director

MEMBER OF GOVERNMENT FINANCE OFFICERS ASSOCIATION
OF THE UNITED STATES AND CANADA

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INTRODUCTORY SECTION

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2950 NW Vivion Road
Riverside, MO 64150

December 11, 2023

To the Honorable Mayor, Board of Aldermen and Citizens of the City of Riverside:

This document is the Annual Comprehensive Financial Report (ACFR) for the City of Riverside for the fiscal year ended June 30, 2023. The ACFR was prepared BerganKDV, Ltd, in close cooperation with the City's Finance Department.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that has been established for this purpose. Because the cost of internal control should not exceed the anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

BerganKDV, Ltd, has issued an unmodified ("clean") opinion on the City of Riverside's financial statements for the year ended June 30, 2023. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The City of Riverside is a suburban community located in Platte County, Missouri, and within the northern sector of the Kansas City metropolitan area. It currently occupies 5.87 square miles and serves an estimated population of 4,013

The City of Riverside was incorporated in 1951 and is governed by a Mayor-Board of Aldermen-City Administrator form of government. The Mayor and the 6 Board of Aldermen members are elected on an at large basis and serve two year, staggered terms. The Board of Aldermen appoints the City Administrator who serves as the chief administrative officer of the City.

Profile of the Government (Continued)

The City of Riverside provides a full range of services including police and fire protection, traffic regulation and municipal court service, construction and maintenance of City streets and bridges, and recreational activities. The financing of infrastructure projects in the L-385 Tax Increment Financing District is provided through two legally separate entities. The Tax Increment Financing Commission and the Riverside Industrial Development Authority, which function, in essence, as departments of the City of Riverside have been included as an integral part of the City of Riverside's financial statements.

The Board of Aldermen is required to adopt a final budget by no later than the close of the fiscal year. This annual budget serves as the foundation for the City of Riverside's financial planning and control. The budget is prepared by fund (e.g., General Fund), department (e.g., public works) and cost center (e.g., building maintenance). Department heads may transfer resources within a department. Transfers between departments, however, need special approval from the Board of Aldermen.

Long-term financial planning

Staff prepares five-year forecasts of General Fund balance using current information and trends for revenues and expenditures. The forecasts are used to assess areas of concern for current and future operating budgets. Recent forecasts indicate the City can maintain a General Fund balance of 75% of estimated current revenues through 2027, which meets the requirements of the Reserve and Fund Balance Policy.

Additionally, staff prepares five-year financial projections of its capital improvement program (CIP). The current CIP includes an estimated \$14 million for projects including a renovation of the public safety facility, new trails, street and infrastructure maintenance and an access control/security project.

Reserves and contingencies

Due to a heavy reliance on gaming revenue, City policy states that the fund balance target for the General Fund will be 75% of General Fund budgeted expenditures. As of June 30, 2023, reserves exceeded requirements with 150% of actual expenditures.

Local Economy Overview

Positioned strategically between the Kansas City International Airport and downtown Kansas City, the City of Riverside benefits from convenient access via two interstate highways (I-29 and I-635) and state highway 9, catering to the needs of its community.

In the fiscal year 2023, the City had a total governmental fund revenue of \$28.1 million. The Board of Aldermen meticulously allocates these funds to provide unique services that set Riverside apart. These services include maintaining a police force ratio of one officer for every 120 residents, offering weekly waste collections for residential properties at no charge, and granting a 75% subsidy on all resident community center memberships.

Local Economy Overview (Continued)

Looking ahead to the FY2024 budget, the city anticipates a revenue increase to \$30,572,089 across the City's various funds. This projection reflects an impressive growth of over \$3.3 million, marking a 12.4% increase compared to the budgeted revenue for FY2023. While sales and use taxes are expected to remain stable, the primary driver for this revenue growth stems from anticipated land sales in Horizons.

Key Initiatives

The City of Riverside has key initiatives in both the residential and commercial sectors, while delivering the municipal services the community expects, maintaining robust public infrastructure and retaining an exceptional workforce are all.

Residential Initiatives

The City of Riverside continues to see significant interest in development projects, particularly within the Horizons Business Park and residentially zoned areas. Infrastructure improvements are currently underway to support these projects, attracting new growth while enhancing services for citizens and local businesses.

Riverside maintains a robust market for single-family homes in the \$500,000 to \$1 million range, with active construction mainly concentrated in Montebella and Palisades subdivisions. Over the past fiscal year, 16 single-family building permits were issued, amounting to a construction value of \$8,928,010. Additionally, there's a growing interest in potential multi-family projects, both for rentals and owner-occupied residences, across several areas of the City. The ongoing development of a new comprehensive plan for the city incorporates recommendations aimed at increasing residential densities, with the objective of fostering further growth in retail development.

Commercial Initiatives

Within Horizons Business Park, twenty-two Class A manufacturing and distribution buildings have been constructed since 2011. These buildings total more than 4,000,000 square feet, house more than thirty-five companies, and employ more than 4,500 people.

The headquarters and training facility for the KC Current, Kansas City's professional women's soccer team, opened in 2022 on fifty-one acres at Horizons Parkway and I-635. Upon completion, this project will include the 18,000 square-foot headquarters and training facility, and thirteen fields, two of which are dedicated to the team. Additionally, the team also has the option to purchase approximately twenty (20) acres adjacent to their project for commercial development, through 2024.

Commercial Initiatives (Continued)

Within the soccer development, the City anticipates selling Parcel C and the first round of commercial ground in the coming fiscal year. The majority of the City-owned industrial lots in 40 West are working through the sale process and with closures anticipated within this year. A Request for Proposals (RFP) on the commercial lot has been issued, which may move that lot into development as well. The land south of 635 may also be considered for an RFP to determine the viability of various uses on that ground. These combined efforts underline the City's commitment to leveraging Horizons for long-term revenue stability.

Throughout the rest of the community, smaller scale projects are also underway. Several buildings are expanding to support increased demand for retail services within Riverside. A new building, which opened in 2023, now houses the RedX, an iconic business that recently celebrated its 70th anniversary. Additionally, a new Mid-Continent Public Library branch is expected to open in the spring of 2024.

Acknowledgements

The preparation of this report would not have been possible without the dedicated service of the entire staff of the finance department, as well as the invaluable assistance provided by other departments. We wish to express our heartfelt appreciation to all members of these departments who generously contributed to the preparation of this report. Furthermore, credit must be duly acknowledged and extended to the Mayor and the Board of Aldermen for their unwavering support in upholding the highest standards of professionalism in managing the City of Riverside's finances.

Respectfully submitted,

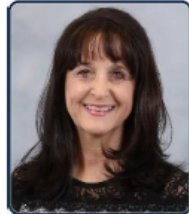


Erika Benitez
Finance Director

**City of Riverside
Elected Officials and Administration
June 30, 2023**

City Leadership Team

Mayor



Kathleen Rose

Board of Aldermen

Ward 1



Dawn Cockrell

Ward 2



Jill Beck

Ward 3



Nathan Cretsinger



Steve Palma



Robert Milner



Jason Draut

City Staff

Brian Koral
City Administrator

Michael Duffy
Community Development

Travis Hoover
City Engineer

Chris Skinrood
Police Chief

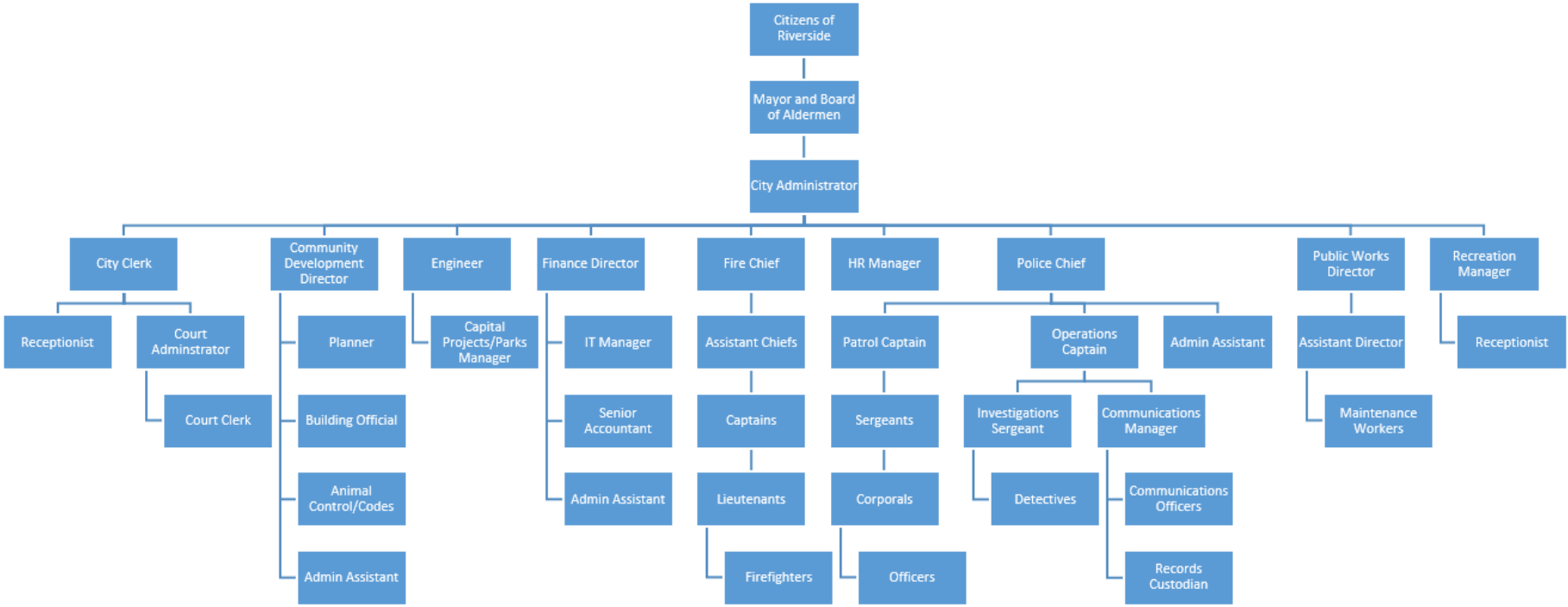
Gordon Fowlston
Fire Chief

Robin Kincaid
City Clerk

Tom Wooddell
Public Works Director

Erika Benitez
Finance Director

City of Riverside Organizational Chart



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



Government Finance Officers Association

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

Presented to

**City of Riverside
Missouri**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morrill

Executive Director/CEO

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FINANCIAL SECTION

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Independent Auditor's Report

Honorable Mayor and Members
of the Board of Aldermen
City of Riverside
Riverside, Missouri

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Riverside, Missouri, as of and for the year ended June 30, 2023, and the related notes to the basic financial statements, which collectively comprise the City of Riverside's basic financial statements as listed in the Table of Contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Riverside, Missouri, as of June 30, 2023, and the respective changes in financial position and the budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Riverside 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.

Responsibilities of Management for the Financial Statements

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

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

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 GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Riverside'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 Riverside's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, which follows this report letter, and Required Supplementary information as listed in the Table of Contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board (GASB), who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the Required Supplementary Information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Riverside's basic financial statements. The accompanying supplementary information identified in the Table of Contents is presented for purposes of additional analysis and are not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

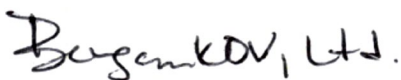
Other Information

Management is responsible for the other information included in the Annual Comprehensive Financial Report. The other information comprises the introductory and statistical sections 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 December 11, 2023, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



St. Cloud, Minnesota
December 11, 2023

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CITY OF RIVERSIDE, MISSOURI
2950 N.W. Vivion Road
Riverside, MO 64150

Management's Discussion and Analysis

Our discussion and analysis of the City of Riverside's (the City) financial performance provides an overview of the City's financial activities for the fiscal year ended June 30, 2023. Please read it in conjunction with the City's letter of transmittal and the financial statements that begin on page 27.

FINANCIAL HIGHLIGHTS

- The City's net position at end of the fiscal year was \$150,835,331. Of this amount, \$30,495,127 is unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.
- The total net position of the City increased by 3.3% or \$4,799,669. Analysis is included in the overview of the financial statements.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$35,103,403, a decrease of \$3,502,638 over the previous year. Approximately \$16,477,648 of this amount is available for spending at the government's discretion.
- The unassigned fund balance for the General Fund was \$16,479,508 compared to \$13,204,794 general fund expenditures.
- The City of Riverside total debt (excluding compensated absences and pension) decreased by (\$2,405,000) or (32%).

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Report Components

This annual report consists of five parts as follows:

Government-wide financial statements: The government-wide financial statements report information about the City as a whole using accounting methods similar to those used by private-sector companies.

The statement of net position includes all of the City's assets and liabilities and deferred inflows and outflows of resources. All of the current year's revenues and expenses are reported in the statement of activities regardless of when cash is received or paid.

City of Riverside Management's Discussion and Analysis

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Report Components (Continued)

Government-wide financial statements: (Continued)

The two government-wide statements report the City's net position and how it has changed. Net position – the difference between the City's assets and deferred outflows of resources and liabilities and deferred inflows of resources-is one way to measure the City's overall financial health or position. Over time, increases or decreases in net position can be monitored to determine whether the City's financial position is improving or deteriorating.

The government-wide financial statements report functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from those that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general administration, public safety, public works and parks and recreation. The City does not engage in business-type activities.

Fund Financial Statements: A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City uses fund accounting to ensure compliance with finance-related legal requirements. The City utilizes one type of fund: governmental.

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

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

The basic governmental fund financial statements can be found on pages 30-34 of this report.

Notes to the Financial Statements: The notes to the financial statements are an integral part of the government-wide and fund financial statements and provide expanded explanation and detail regarding the information reported in the statements. The notes to basic financial statements can be found on pages 35-56 of this report.

Other Information: The combining statements referred to earlier in connection with nonmajor funds and combining and individual fund statements and schedules can be found on pages 65-76 of this report.

**City of Riverside
Management's Discussion and Analysis**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as one useful indicator of a government's financial condition. In the case of the City of Riverside, the net position increased by \$4,799,669. Following is a condensed version of the government-wide statement of net position comparing fiscal year 2022 and 2023.

	Net Position	
	Governmental Activities 2023	Governmental Activities 2022
Current and other assets	\$ 36,291,302	\$ 40,335,147
Capital assets	121,404,757	116,247,679
Total assets	157,696,059	156,582,826
Total deferred outflows	1,476,967	731,337
Long-term liabilities outstanding	3,904,175	8,885,038
Other liabilities	3,980,045	1,417,713
Total liabilities	7,884,220	10,302,751
Total deferred inflows	453,475	975,750
 Net Position		
Net Investment in capital assets	115,797,725	107,711,831
Restricted	4,542,479	2,111,385
Unrestricted	30,495,127	36,212,446
Total net position	\$ 150,835,331	\$ 146,035,662

**City of Riverside
Management's Discussion and Analysis**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Government-Wide Financial Analysis (Continued)

The total net position of the City increased by \$4,799,669. Net position in capital assets (e.g., land, buildings, machinery, and equipment), restricted net position and unrestricted net position increased/(decreased) by \$8,085,894, \$2,431,094, and (\$5,717,319), respectively.

Changes in Net Position			
	Governmental Activities	Governmental Activities	
	2023	2022	% Change
Revenues			
Program revenues			
Charges for services	\$ 756,881	\$ 418,335	81%
Operating grants & contributions	526,826	364,393	45%
Capital grants & contributions	50,000	50,000	0%
General revenues:			
Sales tax	5,249,432	3,463,988	52%
Other taxes	1,208,978	1,057,814	14%
Grants and contributions not restricted for specific programs	-	370,825	-100%
Tax increment financing revenue	8,791,727	9,070,894	-3%
Gaming revenue	6,354,948	6,263,414	1%
Real estate income - gaming	4,550,094	4,775,444	-5%
Investment earnings	613,989	(352,511)	-274%
Gain on sale of capital asset	1,400	2,377,068	-100%
Other	-	72,093	-100%
Total Revenues	<u>28,104,275</u>	<u>27,931,757</u>	1%
Expenses			
Administrative and support	4,444,194	4,201,674	6%
Municipal Court	186,133	178,280	4%
Police services	4,797,944	3,561,209	35%
Fire services	2,268,739	1,961,474	16%
Public works	7,670,626	5,503,363	39%
Parks and recreation	1,014,744	703,020	44%
Community dev & engineering	1,069,745	797,506	34%
Interest on long-term debt	123,304	220,346	-44%
Total Expenses	<u>21,575,429</u>	<u>17,126,872</u>	
Change in net position	6,528,846	10,804,885	
Net position - beginning	146,035,662	135,230,777	
Prior Period Adjustment (See Note 11)	(1,729,177)	-	
Net position - beginning, restated	<u>144,306,485</u>	<u>135,230,777</u>	
Net position - ending	<u>\$ 150,835,331</u>	<u>\$ 146,035,662</u>	

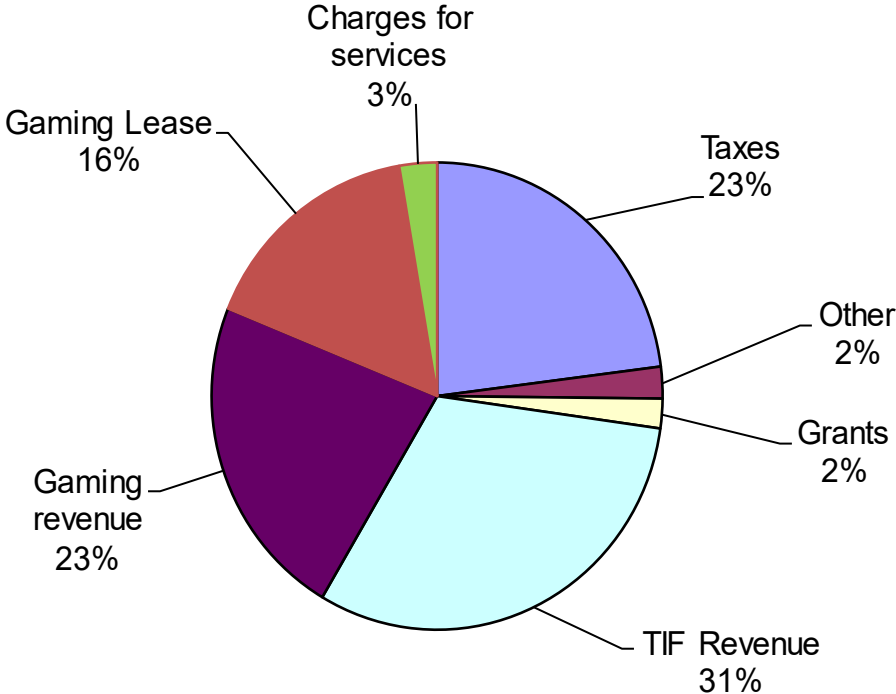
**City of Riverside
Management's Discussion and Analysis**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Government-Wide Financial Analysis (Continued)

Charges for services increased due to additional payments in lieu of taxes payments received. Sales tax revenue increased due to increased sales tax revenue received from the state. Investment earnings experienced a significant increase due to better market conditions in 2023. Gain on sale of capital assets revenue decrease due to a large asset sale in the prior year. Police support expenses increased due to increased salary and benefits. Public works expenses increased due to increased depreciation.

Revenue Sources-Governmental Activities



Financial Analysis of the Government's Funds

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

City of Riverside Management's Discussion and Analysis

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Governmental funds: The focus of the City of Riverside's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City of Riverside's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City of Riverside's governmental funds reported combined ending fund balances of \$35,103,403, a decrease of \$3,502,638 in comparison with the prior year. Approximately 46.9% or \$16,477,648 constitutes unassigned fund balance, which is available for spending at the government's discretion. \$3,487,983 of fund balance is committed to indicate that it is not available for new spending because it has already been committed to pay for capital projects. \$10,332,339 of fund balance is committed to indicate that it is not available for new spending because it has already been committed to a stabilization reserve. The remainder of fund balance is restricted to indicate that it is not available for new spending because it has already been restricted to pay debt service (\$2,659,711), for law enforcement (\$1,152,632), and for tourism (\$773,261).

The general fund is the chief operating fund of the City of Riverside. At the end of the current fiscal year, the fund balance of the general fund was \$27,031,676. As a measure of the general fund's liquidity, it may be useful to compare fund balance to total fund expenditures. Fund balance represents 205% of total general fund expenditures. The fund balance of the general fund increased by \$3,565,470 due to an unexpected increase in revenues, primarily sales tax.

The fund balance of the capital improvement fund decreased by \$2,698,006 due to increased amounts of capital activity.

The fund balance of the TIF debt service fund decreased by \$3,523,910 due to an increased transfers to the General Fund.

General Fund Budgetary Highlights

General Fund Revenues: Overall actual general fund revenues of \$17,624,725 were higher than budgeted revenues of \$14,320,617 by \$3,304,108 or 23%. The City budgets conservatively for sales tax and gaming revenue tax.

General Fund Expenditures: The legally adopted budget for the General Fund was \$13,376,453.

All departments were within 1.5% of the amounts budgeted.

Capital Assets

The City of Riverside's investment in capital assets as of June 30, 2023, amounts to \$121,404,757, (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, park facilities, roads, highways, and bridges.

**City of Riverside
Management's Discussion and Analysis**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Capital Assets, (Net of Depreciation)

	2023 Governmental Activities	2022 Governmental Activities
	<u> </u>	<u> </u>
Land	\$ 21,347,279	\$ 19,994,236
Construction in Progress	1,117,047	3,970,793
Buildings	12,336,695	12,774,647
Improvement other than buildings	7,547,698	7,576,543
Machinery and Equipment	1,991,793	1,684,844
Infrastructure	<u>77,064,245</u>	<u>70,246,616</u>
Total assets	<u>\$ 121,404,757</u>	<u>\$ 116,247,679</u>

Additional information on the City of Riverside's capital assets can be found in Note 3 of this report.

Long-term Debt

At the end of the current fiscal year, the City of Riverside had \$5,175,000 in outstanding tax increment financing debt which is secured by tax increment financing revenues generated.

Outstanding Debt

	2023 Governmental Activities	2022 Governmental Activities
	<u> </u>	<u> </u>
Tax Increment Financing Bonds	<u>\$ 5,175,000</u>	<u>\$ 7,580,000</u>

The City of Riverside's total debt (excluding premiums) decreased by (\$2,405,000) or (32%) during the current fiscal year.

Additional information on the City of Riverside's long-term debt can be found in Note 6 of this report.

**City of Riverside
Management's Discussion and Analysis**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Economic Factors and Next Year's Budgets and Rates

Several economic factors impacted the FY24 budget and rates for the City of Riverside:

1. **General Fund Expenditures:** The anticipated General Fund expenditures for FY24 were set at \$14,154,137. This budget maintains the current number of full-time employees and operational priorities of the city.
2. **Market Pressures on Municipal Talent:** There's ongoing pressure in the market for municipal talent, leading to increased compensation demands across the region. To remain competitive in recruitment and retention, neighboring city North Kansas City conducted a salary study and made significant adjustments to compensation. Riverside followed by adopting a comparable schedule and adjusting compensation to keep existing employees within competitive ranges.
3. **Collective Bargaining Agreements (CBA):** A multi-year CBA was signed with the Fraternal Order of Police (FOP), ensuring compensation and cost certainty until 2026. The current fiscal year marks the final year of the existing CBA with the International Association of Firefighters (IAFF), which will undergo renegotiation next spring. This renegotiation could affect future budget allocations based on the outcomes of the negotiation.
4. **Unemployment Rates:** As of November 2023, the unemployment rate in the City of Riverside stands at 3.9%, aligning closely with the state rate of 3.1% and the federal rate of 3.9%.
5. **Median Household Incomes:** Riverside's median household income is \$110,631, which surpasses the median incomes of both Platte County (\$92,386) and the State of Missouri (\$64,811), while the national median household income is \$74,755.

Requests and Information

This financial report is designed to provide a general overview of the City of Riverside's financial position. Questions concerning this report can be addressed to the Finance Director at 2950 N.W. Vivion Road, Riverside, Missouri, 816-741-3993.

BASIC FINANCIAL STATEMENTS

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City of Riverside
Statement of Net Position
June 30, 2023

	Governmental Activities
Assets	
Cash and investments (including cash equivalents)	\$ 34,648,637
Receivables	
Accounts receivable	357,808
Taxes receivable	319,348
Gaming receivable	453,976
Prepaid items	511,533
Capital assets not being depreciated	22,464,326
Capital assets, net of accumulated depreciation	98,940,431
Total assets	157,696,059
Deferred Outflows of Resources	
Deferred outflows of resources related to City pensions	1,476,967
Total assets and deferred outflows of resources	\$ 159,173,026
Liabilities	
Accounts and contracts payable	\$ 1,012,577
Interest payable	43,125
Salaries and benefits payable	71,167
Deposits payable	5,155
Bonds payable, net	
Payable within one year	
Tax increment financing revenue bonds	2,525,000
Payable after one year	
Tax increment financing revenue bonds	3,082,032
Compensated absences payable	
Payable within one year	323,021
Payable after one year	161,510
Payable after one year	
Net pension liability	660,633
Total liabilities	7,884,220
Deferred Inflows of Resources	
Deferred inflows of resources related to City pensions	453,475
Net Position	
Net investment in capital assets	115,797,725
Restricted for	
Debt service	2,616,586
Law enforcement	1,152,632
Tourism	773,261
Unrestricted	30,495,127
Total net position	150,835,331
Total liabilities, deferred inflows of resources, and net position	\$ 159,173,026

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**City of Riverside
Statement of Activities
Year Ended June 30, 2023**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenues
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities					
Administrative and support	\$ 4,444,194	\$ 53,403	\$ 526,826	\$ -	\$ (3,863,965)
Municipal court	186,133	121,290	-	-	(64,843)
Public safety administration	483,289	-	-	-	(483,289)
Police services	3,490,590	325,468	-	-	(3,165,122)
Operations support	824,064	-	-	-	(824,064)
Fire services	2,268,739	-	-	-	(2,268,739)
Public works	7,670,626	-	-	50,000	(7,620,626)
Parks and recreation	1,014,744	85,133	-	-	(929,611)
Community development	771,382	171,587	287,469	-	(312,326)
Engineering	298,363	-	-	-	(298,363)
Interest on long-term debt	123,306	-	-	-	(123,306)
Total governmental activities	<u>21,575,430</u>	<u>756,881</u>	<u>814,295</u>	<u>50,000</u>	<u>(19,954,254)</u>
General revenues					
					5,249,432
					145,766
					1,063,212
					6,354,948
					4,550,094
					8,791,727
					613,989
					1,400
					<u>26,770,568</u>
Change in net position					6,816,314
Net position - beginning					146,035,662
Prior period adjustment (Note 11)					(1,729,177)
Net position - beginning, restated					<u>144,306,485</u>
Net position - ending					<u>\$ 151,122,799</u>

City of Riverside
Balance Sheet - Governmental Funds
30-Jun-23

	General Fund (10)	Capital Projects Capital Improvements (21)	Debt Service TIF Debt Service (40)	Other Governmental Funds	Total Governmental Funds
Assets					
Cash and investments	\$ 26,072,696	\$ 1,939,126	\$ 2,659,711	\$ 3,977,104	\$ 34,648,637
Taxes receivable	224,320	-	-	95,028	319,348
Gaming receivable	453,976	-	-	-	453,976
Other receivable	357,808	-	-	-	357,808
Due from other funds	9,435	-	-	-	9,435
Prepaid items	511,533	-	-	-	511,533
Total assets	<u>\$ 27,629,768</u>	<u>\$ 1,939,126</u>	<u>\$ 2,659,711</u>	<u>\$ 4,072,132</u>	<u>\$ 36,300,737</u>
Liabilities					
Accounts payable	\$ 521,770	\$ 347,865	\$ -	\$ 142,942	\$ 1,012,577
Deposits payable	5,155	-	-	-	5,155
Salaries and benefits payable	71,167	-	-	-	71,167
Due to other funds	-	-	-	9,435	9,435
Advances from developer	-	99,000	-	-	99,000
Total liabilities	<u>598,092</u>	<u>446,865</u>	<u>-</u>	<u>152,377</u>	<u>1,197,334</u>
Fund Balances					
Nonspendable					
Prepaid items	511,533	-	-	-	511,533
Restricted					
Debt service	-	-	2,659,711	-	2,659,711
Law enforcement	-	-	-	1,152,632	1,152,632
Tourism	-	-	-	773,261	773,261
Committed					
Stabilization reserve	10,032,339	-	-	-	10,032,339
Capital projects	-	1,492,261	-	1,995,722	3,487,983
Unassigned	16,487,804	-	-	(1,860)	16,485,944
Total fund balances	<u>27,031,676</u>	<u>1,492,261</u>	<u>2,659,711</u>	<u>3,919,755</u>	<u>35,103,403</u>
Total liabilities, deferred inflows	<u>\$ 27,629,768</u>	<u>\$ 1,939,126</u>	<u>\$ 2,659,711</u>	<u>\$ 4,072,132</u>	<u>\$ 36,300,737</u>

City of Riverside
Reconciliation of the Balance Sheet of the Governmental Funds to
the Statement of Net Position - Governmental Activities
June 30, 2023

Total fund balances - governmental funds	\$ 35,103,403
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported as assets in governmental funds.	
Cost of capital assets	166,537,285
Less accumulated depreciation	(45,132,528)
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported as liabilities in the funds.	
Long-term liabilities at year-end consist of:	
Bonds payable	(5,175,000)
Bond premium (discount)	(432,032)
Compensated absences payable	(484,531)
Reduction of long-term portion of developer liability from repayments	99,000
Net pension liability	(660,633)
Deferred outflows of resources and deferred inflows of resources are created as a result of various differences related to pensions that are not recognized in the governmental funds.	
Deferred inflows of resources related to city pensions	(453,475)
Deferred outflows of resources related to city pensions	1,476,967
Governmental funds do not report a liability for accrued interest due and payable.	(43,125)
Total net position - governmental activities	\$ 150,835,331

City of Riverside
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Governmental Funds
Year Ended June 30, 2023

	General Fund (10)	Capital Projects Capital Improvements (21)	Debt Service TIF Debt Service (40)	Other Governmental Funds	Total Governmental Funds
Revenues					
Taxes					
Sales and use tax	\$ 4,317,229	\$ -	\$ -	\$ 932,203	\$ 5,249,432
Franchise tax	1,063,212	-	-	-	1,063,212
Tourism tax	-	-	-	145,766	145,766
Gaming revenue tax	6,354,948	-	-	-	6,354,948
Intergovernmental revenue	357,037	50,000	-	-	407,037
Investment income	332,358	17,822	217,237	46,572	613,989
Real estate income - gaming	4,550,094	-	-	-	4,550,094
Licenses and fees	227,980	-	-	-	227,980
Fines and forfeitures	121,290	-	-	2,000	123,290
Charges for services	17,715	-	-	67,753	85,468
Miscellaneous	282,862	287,469	-	10,558	580,889
Tax increment financing revenue	-	-	8,886,282	106,881	8,993,163
Total revenues	<u>17,624,725</u>	<u>355,291</u>	<u>9,103,519</u>	<u>1,311,733</u>	<u>28,395,268</u>
Expenditures					
Current					
Administrative and support	2,418,752	-	1,869,430	93,586	4,381,768
Municipal court	195,391	-	-	-	195,391
Public safety administration	515,098	-	-	-	515,098
Police services	3,317,722	-	-	48,140	3,365,862
Operations support	825,834	-	-	-	825,834
Fire services	2,309,997	-	-	-	2,309,997
Public works	1,920,290	-	-	-	1,920,290
Parks and recreation	773,393	-	-	-	773,393
Community development	605,148	-	-	-	605,148
Engineering	323,169	-	-	-	323,169
Debt service					
Principal	-	-	2,405,000	-	2,405,000
Interest and fiscal charges	-	-	379,000	-	379,000
Capital outlay	-	11,115,977	-	2,133,421	13,249,398
Total expenditures	<u>13,204,794</u>	<u>11,115,977</u>	<u>4,653,430</u>	<u>2,275,147</u>	<u>31,249,348</u>
Excess of revenues over (under) expenditures	4,419,931	(10,760,686)	4,450,089	(963,414)	(2,854,080)
Other Financing Sources (Uses)					
Proceeds from sale of capital asset	1,400	-	-	-	1,400
Transfers in	7,973,999	7,795,000	-	204,884	15,973,883
Transfers out	(7,999,884)	-	(7,973,999)	-	(15,973,883)
Total other financing sources (uses)	<u>(24,485)</u>	<u>7,795,000</u>	<u>(7,973,999)</u>	<u>204,884</u>	<u>1,400</u>
Net change in fund balances	4,395,446	(2,965,686)	(3,523,910)	(758,530)	(2,852,680)
Fund Balances					
Beginning of year	23,466,206	4,190,267	6,183,621	4,765,947	38,606,041
Prior period adjustment (Note 11)	(829,976)	267,680	-	(87,662)	(649,958)
Beginning of year, restated	<u>22,636,230</u>	<u>4,457,947</u>	<u>6,183,621</u>	<u>4,678,285</u>	<u>\$ 37,956,083</u>
End of year	<u>\$ 27,031,676</u>	<u>\$ 1,492,261</u>	<u>\$ 2,659,711</u>	<u>\$ 3,919,755</u>	<u>\$ 35,103,403</u>

City of Riverside
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of the Governmental Funds to
the Statement of Activities - Governmental Activities
Year Ended June 30, 2023

Net change in fund balances - governmental funds \$ (2,852,680)

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

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over the estimated useful lives as depreciation expense.

Capital outlays	10,510,622
Depreciation expense	(4,274,322)

Compensated absences are recognized as paid in the governmental funds but recognized as the expense is incurred in the Statement of Activities	(67,390)
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Governmental funds recognize pension contributions as expenditures at the time of payment in the funds whereas the Statement of Activities factors in items related to pensions on a full accrual perspective.

Pension expense	764,315
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Principal payments on long-term debt are recognized as expenditures in the governmental funds but have no impact on net position in the Statement of Activities.

Bonds payable	2,405,000
Developer Liability	(207,469)

Governmental funds report the effects of bond premiums and discounts when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.	235,652
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Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due and, thus, requires use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.	20,042
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Certain receivables will be collected in subsequent years, but are not available soon enough to pay for the current period's expenditures and, therefore, are deferred in the funds.

Grants	(4,924)
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Change in net position - governmental activities	\$ 6,528,846
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City of Riverside
Statement of Revenues, Expenditures and Changes in Fund Balances
General Fund
Budget to Actual
For the year ended June 30, 2023

	Original	Final	Actual	Variance with Final Budget
Revenues				
Licenses and fees	\$ 170,300	\$ 171,300	\$ 227,980	\$ 56,680
Fines and forfeitures	127,500	127,500	121,290	(6,210)
Recreation fees	23,500	23,500	17,715	(5,785)
Sales taxes	2,302,800	2,302,800	4,317,229	2,014,429
Franchise taxes	909,000	909,000	1,063,212	154,212
Intergovernmental revenue	44,000	44,000	357,037	313,037
Investment earnings	200,000	200,000	332,358	132,358
Real estate income - gaming	4,500,000	4,500,000	4,550,094	50,094
Gaming revenue tax	5,610,000	5,610,000	6,354,948	744,948
Miscellaneous revenue	432,517	432,517	282,862	(149,655)
Total revenues	14,319,617	14,320,617	17,624,725	3,304,108
Expenditures				
General government				
Elected officials	45,309	45,309	30,016	(15,293)
Administration	2,044,211	2,242,711	2,307,114	64,403
Human resources	155,000	155,000	81,622	(73,378)
Municipal court	212,139	207,138	195,391	(11,747)
Total general government	2,456,659	2,650,158	2,614,143	(36,015)
Public safety				
Public safety administration	570,105	509,803	515,098	5,295
Police services	3,478,187	3,447,647	3,317,722	(129,925)
Operations support	838,694	834,875	825,834	(9,041)
Fire services	2,384,973	2,279,972	2,309,997	30,025
Total public safety	7,271,959	7,072,297	6,968,651	(103,646)
Public works				
Public works	1,602,809	1,597,910	1,525,459	(72,451)
Building maintenance	353,500	353,500	394,831	41,331
Total public works	1,956,309	1,951,410	1,920,290	(31,120)
Parks & recreation				
Parks	329,815	329,815	320,577	(9,238)
Community center	446,991	446,991	452,816	5,825
Total parks & recreation	776,806	776,806	773,393	(3,413)
Community development				
Community development	592,783	592,783	605,148	12,365
Engineering	332,997	332,999	323,169	(9,830)
Total community development	925,780	925,782	928,317	2,535
Total expenditures	13,387,513	13,376,453	13,204,794	(171,659)
Revenues over expenditures	932,104	944,164	4,419,931	3,475,767
Other financing sources (uses)				
Proceeds from sale of capital assets	2,200,000	2,200,000	1,400	(2,198,600)
Transfers in	4,000,000	4,000,000	7,973,999	3,973,999
Transfers out	(12,201,500)	(12,201,500)	(7,999,884)	4,201,616
Total other financing sources (uses)	(6,001,500)	(6,001,500)	(24,485)	5,977,015
Net change in fund balance	\$ (5,069,396)	\$ (5,057,336)	\$ 4,395,446	\$ 9,452,782
Fund balance, beginning of year			23,466,206	
Prior period adjustment (See Note 11)			(829,976)	
Fund balance, beginning of year, restated			22,636,230	
Fund balance, end of year			\$ 27,031,676	

City of Riverside
Notes to Basic Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Riverside, Missouri (the "City"), was incorporated in 1951. The City operates under a Board of Alderman – City Administrator form, of government. The City's major operations include police and fire protection, parks and recreation, public works, and general administrative services.

The financial statements present the City and its component units. The City includes all funds, organizations, institutions, agencies, departments, and offices that are not legally separate from such. Component units are legally separate organizations for which the elected officials of the City are financially accountable and are included within the basic financial statements of the City because of the significance of their operational or financial relationships with the City.

The City is considered financially accountable for a component unit if it appoints a voting majority of the organization's governing body, and it is able to impose its will on the organization by significantly influencing the programs, projects, activities, or level of services performed or provided by the organization or there is a potential for the organization to provide specific financial benefits to or impose specific financial burdens on the City.

As a result of applying the component unit definition criteria above, certain organizations have been defined and are presented in this report as follows:

Blended Component Units – Reported as if they were part of the City.

For each of the categories above, the specific entities are identified as listed below and on the following page.

1. Blended Component Unit

Riverside Industrial Development Authority serves all of the citizens of the government and is governed by a 5-member board which is appointed by the Board of Alderman. The Authority was established to finance infrastructure projects within blighted areas in the City. The services provided by the Authority are provided exclusively to the City or for the benefit of the City.

The Tax Increment Financing Commission serves all of the citizens of the government and is governed by a self-perpetuating 11-member board of which 6 are appointed by the Board of Alderman. The Commission was established to finance infrastructure projects within blighted areas in the City. The services provided by the Commission are provided exclusively to the City or for the benefit of the City.

A component unit is a legally separate entity, so there is a basic assumption it should be presented separately (discretely) from the primary government. However, a blended component unit functions as an integral part of the primary government and is presented as though it were a fund of the primary government.

The Riverside Industrial Development Authority and the Tax increment Financing Commission are reported within the Tax Increment Financing Debt Service Fund.

City of Riverside
Notes to Basic Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the activities of the City. Governmental activities, which normally are supported by taxes and intergovernmental revenues.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Interest on general long-term debt is considered an indirect expense and is reported separately in the Statement of Activities. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues. Internally dedicated revenues are reported as general revenues rather than program revenues.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

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

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

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

Sales taxes, franchise taxes, gaming revenue tax, gaming lease revenue and interest associated with the current period are all considered to be susceptible to accrual and so have been recognized as revenues of the current period. All other revenue items are considered to be measurable and available only when cash is received by the City.

City of Riverside
Notes to Basic Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Description of Funds:

Major Governmental Funds:

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

Capital Improvements Fund – A Capital Projects Fund, accounts for funds accumulated and payments made for the construction or maintenance of infrastructure.

Tax Increment Financing Debt Service Fund – A Debt service Fund, accounts for the resources accumulated and payments made for principal and interest on long-term debt.

As a general rule the effect of interfund activity has been eliminated from government-wide financial statements. Internal services provided and used (charges based on actual use) are not eliminated in the process of consolidation.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity

1. Deposits and Investments

The City maintains a cash and investment pool that is available for use by all funds. Certain resources set aside are classified as restricted assets on the balance sheet because their use is limited by applicable bond requirements. The bond reserve account is used to report resources set aside to subsidize potential deficiencies that could adversely affect debt service payments. The amount available in the Debt Service Fund and the Capital Improvements Fund, capital projects fund is used to report resources accumulated for future debt service payments and construction.

Investments in certificates of deposit and money market funds are recorded at amortized cost. The City's investment in external investment pool (MOSIP) is not SEC-registered and is regulated by the State of Missouri. This external investment pool is reported at amortized cost pursuant to the criteria set forth in GASB Statement No. 79.

City of Riverside
Notes to Basic Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity
(Continued)**

1. Deposits and Investments (Continued)

Investments in the U.S. Government Agencies are recorded at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value is a market-based measurement, not an entity-specific measurement date. Fair value is a market-based measurement, not an entity-specific measurement. For some assets and liabilities, observable market transactions or market information might be available; for others, it might not be available. However, the objective of a fair value measurement in both cases is the same – that is, to determine the price at which an orderly transaction to sell the asset or to transfer the liability would take place between the market and participants at the measurement date under current market conditions. Fair value is an exit price at the measurement date from the perspective of a market participant that controls the asset or is obligated for the liability. Purchases and sales of securities are recorded on a trade-date basis. See Note 2 for additional information regarding fair value measures.

2. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental columns in the government-wide financial statements.

Capital assets are defined by the City as assets with an estimated useful life in excess of one year and with an initial, individual cost of more than \$10,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

As the City constructs or acquires capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate.

Property, plant, and equipment of the City are depreciated using the straight-line method over the estimated useful lives as listed below.

Assets	Years
Buildings	10-50 years
Improvements other than buildings	10-25 years
Machinery, Furniture and Equipment	5-20 years
Infrastructure	50 years

Capital assets not being depreciated includes land and construction in progress.

City of Riverside
Notes to Basic Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity
(Continued)**

3. Deferred Outflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has only one item that qualifies for reporting in this category. Accordingly, the item, deferred outflows of resources related to pensions, is reported only in the Statement of Net Position. This item results from various estimate differences that will be amortized and recognized over future years and current year pension contributions made subsequent to the measurement date.

4. Compensated Absences

It is the City's policy to permit employees to accumulate a portion of earned but unused vacation, compensatory, and sick pay benefits. There is no liability for unpaid accumulated sick leave since the City does not have a policy to pay any amounts when employees separate from service with the City. Only retiring employees are compensated for unused sick leave, at a maximum of 50% of their sick leave balance. All vacation and compensatory pay is accrued when incurred in the government-wide statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

5. Interfund Transactions

Interfund transactions are defined as transactions among City funds that would be treated as revenues and expenditures if they involved organizations external to City government and are accounted for as revenues and expenditures in the funds involved. Interfund services provided and used are not eliminated in the process of consolidation.

Transactions which constitute reimbursements to a fund for expenditures initially made from it which are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the reimbursed fund.

Transactions, which constitute the transfer of resources from a fund receiving revenues to a fund through which the revenues are to be expended, are separately reported in the respective funds' operating statements.

Activity between funds that are representative of lending/borrowing arrangements at the end of the fiscal year are referred to as "due to/from other funds."

6. Long-term Obligations

In the government-wide financial statement, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as an expense in the period incurred.

City of Riverside
Notes to Basic Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity
(Continued)**

6. Long-term Obligations (Continued)

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

7. Pensions

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

8. Deferred Inflows of Resources

In addition to liabilities, the statement of financial position and fund financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has one item that qualifies for reporting in this category. It is the deferred pension related amounts reported in the government-wide statement of net position. The pension related deferred inflows consists of the unamortized portion of the difference between projected and actual experience on plan assumptions and plan investments.

9. Advance from Developer

The City and a developer contributed cash to a partnership escrow account which is recorded as restricted cash and cash equivalents in the Capital improvements Fund. The escrow account is used to fund City projects that will be sold to the developer upon completion. The advance from developer liability represents the unspent portion of funds contributed by the developer. As cash payments are made from escrow the City's portion of the expenditures is recorded as capital outlay and the developer's portion of the payment is recognized as developer constructions revenue in the statement of revenues, expenditures, and changes in fund balance as all revenue recognition criteria have been met.

City of Riverside
Notes to Basic Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity
(Continued)**

10. Fund Balance

In the fund financial statements, fund balance is divided into five classifications based primarily on the extent to which the City is bound to observe constraints imposed upon the use of resources reported in the governmental funds. These classifications are defined as follows:

- Nonspendable Fund Balances – Amounts that cannot be spent because they are not in spendable form, such as prepaid items.
- Restricted Fund Balances – Amounts related to externally imposed constraints established by creditors, grantors, or contributors; or constraints imposed by state statutory provisions or enabling legislation.
- Committed Fund Balances – Amounts constrained for specific purposes that are internally imposed by the Board of Alderman (through ordinance approved prior to year end), which is the City's highest level of decision-making authority. Committed amounts cannot be used for any other purpose unless the Board of Alderman modifies or rescinds the commitment.
- Assigned Fund Balances – Amounts constrained for specific purposes that are internally imposed. In governmental funds other than the General Fund, assigned fund balance represents all remaining amounts that are not classified as nonspendable and are neither restricted nor committed. In the General Fund, assigned amounts represent intended uses established by the City. The City's fund balance policy delegated the authority to assign fund balances to the City Manager and Finance Director.
- Unassigned Fund Balances – The residual classification for the General Fund and also negative residual amounts in other funds.

The City considers restricted amounts to be spent first when both restricted and unrestricted fund balance is available. Additionally, the City would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

City of Riverside
Notes to Basic Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity
(Continued)**

10. Fund Balance (Continued)

The City has a fund balance policy that reserves 75% of fiscal year 2023 general fund budgeted expenditures. This stabilization reserve is established as committed fund balance in the General Fund by the Board of Alderman with Resolution No. R-219-012. The reserve is established to be used in unforeseen, unbudgeted emergency situations, such as rapidly declining revenues, the loss of a major taxpayer, sudden changes in revenues or spending requirements imposed by the state or federal government, natural disasters or emergency infrastructure failures, or unforeseen litigation. The reserve funds should only be used to provide a short-term solution to maintaining services until projected revenue growth or necessary expenditure reductions are achieved to balance the budget. When it becomes necessary for the City to draw funds from the reserve. The City will develop a plan to replenish the reserve to the minimum level from net revenue surpluses in subsequent fiscal year(s) until the balance is restored to the minimum level.

11. Net Position

Net position represents the difference between assets/deferred outflows of resources and liabilities/deferred inflows of resources. Net position is displayed in three components:

- a. Net Investment in Capital Assets – Consists of capital assets, net of accumulated depreciation reduced by any outstanding debt attributable to acquiring capital assets.
- b. Restricted Net Position – Consists of net position balances restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.
- c. Unrestricted Net Position – All other net position balances that do not meet the definition of "restricted" or "net investment in capital assets".

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

E. Use of Estimates

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

City of Riverside
Notes to Basic Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Budgetary Information

The Board of Aldermen annually adopts budgeted for the following funds:

- General Fund
- Tourism Tax Fund – Nonmajor Special Revenue Fund
- Public Safety Sales Tax Fund – Nonmajor Special Revenue Fund
- Capital Improvements Fund – Major Capital Projects Fund
- Community Development Fund – Nonmajor Capital Projects Fund
- Capital Equipment Fund – Nonmajor Capital Projects Fund
- Tax Increment Financing – Major Debt Service Fund

The City does not adopt a budget for Municipal Bond Court Account, the DUI Fund, Federal and State Grants Fund, Officer Training Fund, the Inmate Security Fund, and the Fire-Police Athletic League Fund.

All appropriations are legally controlled at the fund level for the individual funds. On June 21, 2022, the Board of Alderman formally approved the original adopted budget for fiscal year 2023.

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

- The City Administrator submits to the Board of Alderman a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed operating expenditures, capital expenditures and the means for financing them.
- Public hearings are conducted to obtain comments from all interested parties.
- The budget for the coming year is formally adopted on or before the last day of the current fiscal year.
- The City Administrator is authorized to make changes within departments, between departments and between functions within each fund. Changes or transfers at the fund level require approval by the Board of Aldermen.
- Under Missouri law, expenditures may not legally exceed budgeted appropriations at the fund level. If expenditures for a fund exceed the budget, either the budget must be amended, or the Board of Aldermen must pass a resolution authorizing the expenditures in excess of the budget. The Board of Aldermen approved two amendments to the original published budget for fiscal year 2023.

The budgets are integrated into the accounting system, and the budgetary data, as presented in the financial statements for all funds with annual budgets, compare the expenditures with the amended budget. All budgets are presented in the same format as the actual statements.

City of Riverside
Notes to Basic Financial Statements

NOTE 2 – NEW ACCOUNTING PRONOUNCEMENTS

The City implemented the following GASB Statement effective for the year ended June 30, 2023:

GASB Statement No. 96, Subscription-Based Information Technology Arrangements establishes that a Subscription-Based Information Technology Arrangement (SBITA) results in a right-to-use subscription asset and a corresponding liability. Under this statement, a governmental entity generally should recognize a right-to-use subscription asset – an intangible asset – and a corresponding subscription liability. None of the City's agreements were subject to the provisions of GASB Statement No. 96 and there are no changes to prior year balances.

NOTE 3 - DEPOSITS AND INVESTMENTS

Fair Value Measurements: The City categorizes its assets and liabilities measure at fair value within the hierarchy established by generally accepted accounting principles. Assets and liabilities valued at fair value are categorized based on inputs to valuation techniques as follows:

- Level 1 Input: Quoted prices for identical assets or liabilities in an active market that an entity has the ability to access.
- Level 2 Input: Inputs – other than quoted prices included within Level 1 – that are observable for an asset or liability, either directly or indirectly.
- Level 3 Input: Inputs that are unobservable for the asset or liability which are typically based upon the City's own assumptions as there is little, if any, related market activity.
- Hierarchy: the fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs.
- Inputs: If the fair value of an asset or a liability is measured using inputs from more than one level of the fair value hierarchy, the measurement is considered to be based on the lowest priority level input that is significant to the entire measurement.

The following fair value techniques were utilized in measuring the fair value of investments:

- U.S. Governmental agency securities and government-sponsored enterprise notes:

U.S. Government securities are reported at fair value based on bullet (non call) spread scale for each issuer for maturities going out to 40 years. These spreads represent credit risk and are obtained from the new issue market, secondary trading, and dealer quotes.

An Option Adjusted Spread (OAS) model is incorporated to adjust spreads of issues that have early redemption features. Final spreads are added to a U.S. Treasury curve. A cash discounting yield/price routine calculates prices from final yields to accommodate odd coupon payment days typical of medium-term notes.

City of Riverside
Notes to Basic Financial Statements

NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)

As of June 30, 2023, the City had the following investments:

Investments at Fair Value	Fair Value	Weighted Average Maturity (Years)	Fair Value Hierarchy Level
U.S. Government sponsored enterprise notes	\$ 23,550,163	1.01	2
<hr/> Investments at amortized cost <hr/>			
Local government investment pool-MOSIP	35,022		
Federated Money Market Fund	<u>4,414,774</u>		
Total Investments	<u><u>\$ 27,999,959</u></u>		

Interest Rate Risk: In accordance with its investment policy, the City manages its exposure to declines in fair values by limiting the final maturity date of all operating investments to 5 years or less from the date of purchase. Investments for bond proceeds and debt service reserve accounts may be extended to match the anticipated cash flow needs.

Credit Risk/Concentration of Credit Risk: *Missouri State Statutes* authorize the City, with certain restrictions, to investments which are:

1. Obligations of the United States government, the State of Missouri, this city, or;
2. In bonds, bills, notes, debentures, or other obligations guaranteed as to payment of principal and interest by the government of the United States or any agency or instrumentality thereof, the State of Missouri or this city, or;
3. In revenue bonds of the City, or;
4. In certificates of deposit, savings accounts as defined in Chapter 369, Revised *Missouri Statutes* or in interest bearing time deposits when such funds are held in the United States banks, state banks, savings and loan associations authorized by the United States government so long as such deposits, savings accounts, and interest bearing deposits are secured by one or more of the types of securities described in subparagraphs (a), (b), or (c) of this section.
5. Banker's acceptances issued by domestic commercial banks possessing the highest rating issued by a nationally recognized rating agency, or;
6. Commercial paper issued by domestic corporations which has received the highest rating issued by a nationally recognized rating agency.
7. Investments permitted by the Board of Aldermen which are authorized in the model investment policy prepared by the State of Missouri for political subdivisions.

Generally, credit risk rate is the risk that the issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of rating by a nationally recognized statistical rating organization.

City of Riverside
Notes to Basic Financial Statements

NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)

The City's investment policy limits the percentage of the portfolio that can be in various investment classes. The investment classes and their respective limits are shown below.

Investment Class	Limit
Bankers acceptances	10%
Collateralized certificate of deposit	100%
U.S. Treasuries	100%
U.S. Agencies	80%
Collateralized repurchase agreements	50%

The table below illustrates the City's exposure to credit risk and concentration of credit risk:

Investment Type	Standard & Poor's Credit Rating	Percent of Total Investments
Federal Home Loan Bank	Aaa	56.3%
Federal Farm Credit Bank	Aaa	12.4%
Federal Home Loan Mortgage Corporation	Aaa	4.9%
Federal National Mortgage Association	Aaa	10.4%
Federated Treasury Obligation Fund Money Market	AAA	15.8%
Missouri Securities Investment Program Money Market	AAA	0.1%

Investments in the Missouri Securities Investment Program and the Federated Treasury Obligation Fund are not subject to concentration of credit risk.

Custodial Credit Risk

The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodian credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The City's policy is to collateralize the demand deposits and repurchase agreements with securities held by the financial institution's agent and in the City's name.

At June 30, 2023, the City's deposits were insured by Federal depository insurance and uninsured deposits were not fully collateralized by securities held in the City's name by their financial institution's agent. The City's securities were registered and held by the City's financial institution in the City's name. As of June 30, 2023, the City's bank balance of deposits with financial institutions of \$6,782,793 and the City's investments were exposed to custodial credit risk. At June 30, 2023, the City had excess deposits over insurance and collateral of \$4,832,793 that were exposed to Custodial Credit Risk. The City's book balance of deposits at June 30, 2023, was \$6,648,678.

City of Riverside
Notes to Basic Financial Statements

NOTE 4 – CAPITAL ASSETS

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

	Beginning Balance	Prior period Adjustment	Beginning Balance, Restated	Increases	Decreases	Ending Balance
Governmental Activities						
Capital assets not being depreciated						
Land	\$ 19,994,236	\$ -	\$ 19,994,236	\$ 1,353,043	\$ -	\$ 21,347,279
Construction in progress	3,970,793	(1,089,000)	2,881,793	8,237,861	(10,002,607)	1,117,047
Total capital assets not being depreciated	<u>23,965,029</u>	<u>(1,089,000)</u>	<u>22,876,029</u>	<u>9,590,904</u>	<u>(10,002,607)</u>	<u>22,464,326</u>
Capital assets being depreciated						
Buildings	19,764,201	-	19,764,201	-	-	19,764,201
Improvements	8,666,372	-	8,666,372	156,867	-	8,823,239
Machinery and equipment	8,393,542	9,781	8,403,323	762,850	(53,486)	9,112,687
Infrastructure	96,370,224	-	96,370,224	10,002,608	-	106,372,832
Total capital assets being depreciated	<u>133,194,339</u>	<u>9,781</u>	<u>133,204,120</u>	<u>10,922,325</u>	<u>(53,486)</u>	<u>144,072,959</u>
Less accumulated depreciation						
Buildings	(6,989,554)	-	(6,989,554)	(437,952)	-	(7,427,506)
Improvements	(1,089,829)	-	(1,089,829)	(185,712)	-	(1,275,541)
Machinery and equipment	(6,708,698)	-	(6,708,698)	(465,682)	53,486	(7,120,894)
Infrastructure	(26,123,611)	-	(26,123,611)	(3,184,976)	-	(29,308,587)
Total accumulated depreciation	<u>(40,911,692)</u>	<u>-</u>	<u>(40,911,692)</u>	<u>(4,274,322)</u>	<u>53,486</u>	<u>(45,132,528)</u>
Total capital assets being depreciated, net	<u>92,282,647</u>	<u>9,781</u>	<u>92,292,428</u>	<u>6,648,003</u>	<u>-</u>	<u>98,940,431</u>
Governmental activities capital assets, net	<u>\$ 116,247,676</u>	<u>\$ (1,079,219)</u>	<u>\$ 115,168,457</u>	<u>\$ 16,238,907</u>	<u>\$ (10,002,607)</u>	<u>\$ 121,404,757</u>

Depreciation expense was charged to functions/programs of the City as follows:

Governmental Activities	
Administration	\$ 138,329
Police services	381,046
Operations support	56,160
Fire service	88,149
Public works	3,353,919
Parks and recreation	251,005
Community Development	5,714
Total Depreciation Expense - Governmental Activities	<u>\$ 4,274,322</u>

NOTE 5 – INTERFUND ACTIVITY

A. Interfund Balances

Interfund balances at June 30, 2023, consisted of:

	Due From	Due To
General Fund	\$ 9,435	\$ -
Nonmajor Governmental Fund	<u>-</u>	<u>9,435</u>
Total	<u>\$ 9,435</u>	<u>\$ 9,435</u>

Interfund balances exist to cover cash deficits and will be eliminated through future revenue sources.

City of Riverside
Notes to Basic Financial Statements

NOTE 5 – INTERFUND ACTIVITY (CONTINUED)

B. Interfund Transfers

Transfers during the year ended June 30, 2023, were as follows:

	Transfers In	Transfers Out
General Fund	\$ 7,973,999	\$ -
Capital Improvement Fund	7,795,000	-
Nonmajor Governmental Funds	204,884	-
General Fund	-	7,999,884
TIF Debt Service	-	7,973,999
	\$ 15,973,883	\$ 15,973,883
Total		

Transfers are used to move unrestricted revenues in the general fund to finance various programs that the government must account for in funds in accordance with the budgetary authorizations, including for debt service subsidies or matching funds for various grant programs and to fund capital expenditures.

NOTE 6 – LONG TERM LIABILITIES

Long-term liability balances and activity for the year ended June 30, 2023, were as follows:

	Beginning Balance	Additions	Retirements	Ending Balance	Due Within One Year
Tax Increment Financing Bonds	\$ 7,580,000	\$ -	\$ (2,405,000)	\$ 5,175,000	\$ 2,525,000
Premium (discount) on bonds, net	667,684	-	(235,652)	432,032	-
Net pension liability	157,046	503,587	-	660,633	-
Compensated absences	417,141	407,230	(339,840)	484,531	323,023
	\$ 8,821,871	\$ 910,817	\$ (2,980,492)	\$ 6,752,196	\$ 2,848,023
Total					

The Net pension liability and compensated absences are usually liquidated by the General Fund.

Long-term debt payable as of June 30, 2023, comprised of the following individual issues:

Description	Fiscal Year Issued	Maturity Date	Outstanding Interest Rates	Balance at Year End
Tax Increment Financing Revenue Bond				
Series 2017 \$18,370,000	2017	5/1/24-5/1/25	2% - 5%	\$ 5,175,000

City of Riverside
Notes to Basic Financial Statements

NOTE 6 – LONG TERM LIABILITIES (CONTINUED)

Annual debt service requirements to maturity for tax increment financing bonds are as follows:

Fiscal Year Ending June 30,	Governmental Activities		
	Principal	Interest	Total
2024	\$ 2,525,000	\$ 258,750	\$ 2,783,750
2025	2,650,000	132,500	2,782,500
Total	<u>\$ 5,175,000</u>	<u>\$ 391,250</u>	<u>\$ 5,566,250</u>

NOTE 7 – REAL ESTATE INCOME – GAMING

The City has an agreement with Penn Gaming to operate a riverboat casino on land owned by the City. Under the agreement, Penn Gaming agreed to pay the City a percentage of the casino's adjusted gross receipts.

<u>Adjusted Gross Receipts</u>	<u>Percent Payable to City</u>
\$0 to \$50,000,000	3%
\$50,000,000 to \$100,000,000	4%
Over \$100,000,000	1.5%

The agreement expires in fiscal year 2025, with four remaining five-year options to extend the terms of the lease. The amount of revenue recorded on the statement of revenues, expenditures, and changes in the fund balance in the General Fund for the fiscal year ended June 30, 2023, is \$4,550,094.

NOTE 8 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. To protect itself against these risks of loss, the City is a member of Midwest Public Risk (MPR), a not-for-profit corporation, consisting of governmental entities formed to acquire insurance for its members. MPR operates as a purchasing pool and are not joint venture activities of the City. The City has no control over budgeting, financing, management selection, or the governing bodies. MPR provides both conventional and self-insurance coverage for their members, including medical, dental, property, casualty, general liability, and workers' compensation. The City participates in property casualty, general liability, and workers' compensation insurance coverage.

MPR manage the cash and investment pool, funded by insurance premiums, on behalf of its members. MPR's investment pool consists of interest-bearing deposits, U.S. Treasury strops, U.S. Governmental agency obligations, and collateralized mortgage obligations.

City of Riverside
Notes to Basic Financial Statements

NOTE 8 – RISK MANAGEMENT (CONTINUED)

In the event that a deficit occurs with respect to any fiscal year, for which the City was a participant at any time during such year, and in the event that MPR determines that an assessment is required in order to provide additional funds for the obligations of the insurance company for such year, and further, in the event that the City was covered by the types of benefits requiring the assessment during the time period in which the assessment arose, the City is obligated to pay its pro rata share of any such assessment. Management of the City is not aware of any deficit situation in either risk pool that would require recognition of a liability as of June 30, 2023.

There has been no significant change in insurance coverage from the previous fiscal year. Settled claims have not exceeded insurance coverage in any of the past three years.

The City manages these various risks of loss as follows:

Type of Loss	Method Managed	Risk of Loss Retained
a. Torts, errors and omissions health and life	Purchased commercial insurance	None
b. Workers compensation: Employee injuries	Purchased commercial insurance	None
c. Physical property loss and natural	Purchased commercial insurance	None

Management believes such coverage is sufficient to preclude any significant uninsured losses to the City. Settled claims have not exceeded the insurance coverage in any of the past three fiscal years.

NOTE 9 – PENSION PLAN – LAGERS

A. Plan Description

The City's defined benefit pension plan provides certain retirement, disability, and death benefits to plan members and beneficiaries. The City participates in 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 administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401(a) and is tax exempt. The responsibility for the operations and administration of LAGERS is vested in the LAGERS Board of Trustees consisting of seven persons. LAGERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by accessing LAGERS website at www.molagers.org.

City of Riverside
Notes to Basic Financial Statements

NOTE 9 – PENSION PLAN – LAGERS (CONTINUED)

B. Benefits Provided

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

	City of Riverside Valuation
Benefit multiplier	2.0%
Final average salary	5 Years
Member contributions	0%

Benefits 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% each year.

Employees covered by benefit terms:

- At June 30, 2023, the following employees were covered by benefit terms:

Inactive employees or beneficiaries currently receiving benefits	40
Inactive employees entitled to but not yet receiving benefits	50
Active employees	71
Total	161

C. Contributions

The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance and unfunded accrued liability. Employees of the City do not contribute to the pension plan. The City's employer contribution rates are 15.1% (General), 23.9% (Police), and 15.3% (Fire) of annual covered payroll.

D. Net Pension Liability

The City'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, and rolled forward to the measurement date using standard update procedures.

City of Riverside
Notes to Basic Financial Statements

NOTE 9 – PENSION PLAN – LAGERS (CONTINUED)

D. Net Pension Liability (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 Increase	2.75% to 7.15% including wage inflation
Investment rate of return	7.00%, net of investment and administration expenses

The healthy retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubG-2010 Retiree Mortality Table for males and females. The disabled retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubNS-2010 Disabled Retiree Mortality Table for males and females. The pre-retirement mortality tables used were 75% of the PubG-2010 Employee Mortality Tables for males and females of General groups and 75% of the PubS-2010 Employee Mortality Tables 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 upon experience observed during the most recent 5-year study for the period March 1, 2015 through February 29, 2020.

E. Long-Term Expected Rate of Return

The long-term expected rate of return on a pension plan investments of 7.00% 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:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Alpha	15.00 %	3.67 %
Equity	35.00	4.78
Fixed income	31.00	1.41
Real assets	36.00	3.29
Strategic assets	8.00	5.25
Cash/leverage	-25.00	-0.29

City of Riverside
Notes to Basic Financial Statements

NOTE 9 – PENSION PLAN – LAGERS (CONTINUED)

F. Discount Rate

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

G. Changes in Net Pension Liability/(Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a)-(b)
Balances at June 30, 2022	\$ 20,285,359	\$ 20,128,313	\$ 157,046
Changes for the year			
Service cost	636,684	-	636,684
Interest	1,415,504	-	1,415,504
Difference between expected and actual experience	689,801	-	689,801
Contributions - employer	-	997,962	(997,962)
Contributions - employee	-	4,676	(4,676)
Net investment income	-	746,570	(746,570)
Benefit payments, including refunds	(766,612)	(766,612)	-
Administrative expense	-	(21,773)	21,773
Other changes	-	510,967	(510,967)
Net changes	<u>1,975,377</u>	<u>1,471,790</u>	<u>503,587</u>
Balances at June 30, 2023	<u>\$ 22,260,736</u>	<u>\$ 21,600,103</u>	<u>\$ 660,633</u>

H. Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following presents the net pension liability of the City, calculated using the discount rate of 7.00%, as well as what the City's net pension liability would be using the discount rate that is 1 percentage point lower or one percentage point higher than the current rate.

1% Decrease in Discount Rate 6.00%	Current Single Discount Rate Assumption 7.00%	1% Increase Discount Rate 8.00%
\$ 4,323,630	\$ 660,633	\$ (2,325,097)

City of Riverside
Notes to Basic Financial Statements

NOTE 9 – PENSION PLAN – LAGERS (CONTINUED)

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

For the year ended June 30, 2023, the City recognized pension expense of \$233,644. The City reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences in experience	\$ 1,101,909	\$ 388,692
Differences in assumptions	33,154	64,783
Difference between projected and actual investment earnings	341,904	-
Total	\$ 1,476,967	\$ 453,475

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

Year Ended June 30,			
2024		\$	76,841
2025			(84,866)
2026			562,646
2027			261,718
2028			93,410
Thereafter			113,743
Total		\$	1,023,492

The deferred inflows of resources related to the difference between expected and actual investment earnings is being amortized over a closed five-year period. The remaining deferred outflows and inflows of resources are being amortized over a closed period equal to the average of the expected services lives of all employees as of the beginning of each measurement period.

J. Payable to the Pension Plan

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

City of Riverside
Notes to Basic Financial Statements

NOTE 10 – TAX ABATEMENTS

The City enters into real and personal property tax abatement agreements with local businesses pursuant to Article VI, Section 27(b) of the Missouri Constitution, as amended, Sections 100.010 to 100.200, inclusive of the *Missouri Revised Statutes*, as amend. Under this authority, municipalities may grant real and personal property tax abatements of up to 100 percent of a business' property tax bill for the purpose of attracting or retaining businesses within their jurisdictions. The abatements may be granted to any business located within or promising to relocate to the City.

For the fiscal year ended June 30, 2023, the City abated property taxes totaling \$31,192, under this program, including the following tax abatement agreements that each exceeded 10 percent of the total amount abated.

Two 75% personal property abatement to manufacturing companies for acquiring, constructing, improving, purchasing, equipping, and installing an industrial. The abatements totaled \$15,570 and \$13,820, respectively. A 25% personal property abatement to a production and distribution facility. The abatement totaled \$6,801.

NOTE 11 – COMMITMENTS AND CONTINGENCIES

A summary of the City's commitments and uncompleted construction contracts and developer agreements and the amount, which is expected to be funded by the Capital Improvement Fund as follows:

Capital Improvements Fund	Contracted Amount	Completed	To Be Completed
Horizons and 41st Intersection Improvements	\$ 668,000	\$ (60,000)	\$ 608,000

There are no claims for lawsuits to which the City is a part as a result of certain injuries and various other matters and complaints arising in the ordinary course of City activities. The City's management and legal counsel anticipate that any unknown potential claims, if any against the City not covered by insurance would not have a material effect on the financial position of the City.

NOTE 12 – PRIOR PERIOD ADJUSTMENT

For the year ended June 30, 2023, a prior period adjustment was required to adjust beginning fund balance for the General Fund, Capital Projects fund and Nonmajor Special revenue fund to correct prior year errors. The General Fund beginning fund balance was increased by \$224,201 to correct an over accrual of liabilities related to the 2022 wage accrual. There was also the correction of an over accrual of receivables causing a decrease to beginning fund balance of \$1,054,177. The Capital Projects Fund beginning fund balance was increased by \$267,680 to correct an over accrual of a liability from a developer. The Nonmajor special revenue fund beginning fund balance was decreased to correct an over accrual of a receivable of \$87,662. The Governmental Activity beginning net position was decreased \$1,079,219 to account for the correction of an error related to capital assets.

City of Riverside
Notes to Basic Financial Statements

NOTE 13 – SUBSEQUENT EVENT

Management has evaluated subsequent events through November 21, 2023, the date which these financial statements were available to be issued. On July 7, 2023, the City has entered into a Chapter 100 transaction for economic development in the amount of \$9,342,000.

NOTE 14 – DEFICIT FUND BALANCE

The nonmajor special revenue fund, Municipal Bond Court Account fund was in deficit \$1,860 at June 30, 2023. The deficit will be resolved with future collections.

REQUIRED SUPPLEMENTARY INFORMATION

City of Riverside
Schedule of Changes in Net Pension Liability
and Related Ratios

	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020
Total Pension Liability				
Service cost	\$ 636,684	\$ 592,850	\$ 590,829	\$ 571,829
Interest	1,415,504	1,294,306	1,274,262	1,154,447
Difference between expected and actual experience	689,801	405,496	(463,689)	253,575
Changes of assumptions	-	-	(117,082)	-
Changes of benefit terms	-	-	-	-
Benefit payments	(766,612)	(405,081)	(338,692)	(334,535)
Net change in total OPEB liability	<u>1,975,377</u>	<u>1,887,571</u>	<u>945,628</u>	<u>1,645,316</u>
Beginning of year	<u>20,285,359</u>	<u>18,397,788</u>	<u>17,452,160</u>	<u>15,806,844</u>
End of Year	<u>\$ 22,260,736</u>	<u>\$ 20,285,359</u>	<u>\$ 18,397,788</u>	<u>\$ 17,452,160</u>
Plan Fiduciary Net Pension (FNP)				
Employer contributions	\$ 997,962	\$ 976,862	\$ 864,115	\$ 856,948
Net investment income	746,570	16,727	4,099,283	185,011
Employee contributions	4,676	-	-	-
Benefit payments	(766,612)	(405,081)	(338,692)	(334,535)
Administrative expense	(21,773)	(15,251)	(13,363)	(17,217)
Other changes	510,967	50,132	56,727	8,348
Net change in plan fiduciary net position	<u>1,471,790</u>	<u>623,389</u>	<u>4,668,070</u>	<u>698,555</u>
Beginning of year	<u>20,128,313</u>	<u>19,504,924</u>	<u>14,836,854</u>	<u>14,138,299</u>
End of year	<u>\$ 21,600,103</u>	<u>\$ 20,128,313</u>	<u>\$ 19,504,924</u>	<u>\$ 14,836,854</u>
Net Pension liability (asset)	<u>\$ 660,633</u>	<u>\$ 157,046</u>	<u>\$ (1,107,136)</u>	<u>\$ 2,615,306</u>
Plan FNP as a percentage of the total pension liability	97.03%	99.23%	106.02%	85.01%
Covered payroll	\$ 5,243,385	\$ 5,054,003	\$ 4,622,089	\$ 4,839,083
Net Pension liability (asset) as a percentage of covered payroll	12.60%	3.11%	-23.95%	54.05%

Notes to Schedule of Changes in the Net Pension Liability and Related Ratios.

In 2016, amounts reported as changes in assumptions resulted primarily from the change in the mortality rate and salary increase.

In 2021, amounts reported as changes in assumptions resulted primarily from the change in the mortality table and decrease in the long-term rate of return.

June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
\$ 543,476	\$ 515,557	\$ 510,264	\$ 480,583	\$ 465,251	\$ 465,251
1,071,690	968,671	895,886	795,380	715,173	715,173
(140,934)	228,005	(152,119)	(51,932)	195,168	195,168
-	-	-	393,633	-	-
-	-	-	-	-	-
(358,404)	(253,408)	(252,052)	(240,061)	(312,317)	(312,317)
<u>1,115,828</u>	<u>1,458,825</u>	<u>1,001,979</u>	<u>1,377,603</u>	<u>1,063,275</u>	<u>1,063,275</u>
<u>14,691,016</u>	<u>13,232,191</u>	<u>12,230,212</u>	<u>10,852,609</u>	<u>9,789,334</u>	<u>9,789,334</u>
<u>\$ 15,806,844</u>	<u>\$ 14,691,016</u>	<u>\$ 13,232,191</u>	<u>\$ 12,230,212</u>	<u>\$ 10,852,609</u>	<u>\$ 10,852,609</u>
\$ 809,078	\$ 818,940	\$ 735,877	\$ 700,760	\$ 713,467	\$ 713,467
838,925	1,426,667	1,134,048	10,866	167,165	167,165
-	-	-	-	-	-
(358,404)	(253,408)	(252,052)	(240,061)	(312,317)	(312,317)
(15,222)	(10,588)	(10,031)	(9,845)	(9,599)	(9,599)
(196,735)	(28,487)	7,834	(75,346)	28,155	28,155
<u>1,077,642</u>	<u>1,953,124</u>	<u>1,615,676</u>	<u>386,374</u>	<u>586,871</u>	<u>586,871</u>
<u>13,060,657</u>	<u>11,107,533</u>	<u>9,491,857</u>	<u>9,105,483</u>	<u>8,518,612</u>	<u>8,518,612</u>
<u>\$ 14,138,299</u>	<u>\$ 13,060,657</u>	<u>\$ 11,107,533</u>	<u>\$ 9,491,857</u>	<u>\$ 9,105,483</u>	<u>\$ 9,105,483</u>
<u>\$ 1,668,545</u>	<u>\$ 1,630,359</u>	<u>\$ 2,124,658</u>	<u>\$ 2,738,355</u>	<u>\$ 1,747,126</u>	<u>\$ 1,747,126</u>
89.44%	88.90%	83.94%	77.61%	83.90%	83.90%
\$ 4,512,401	\$ 4,375,028	\$ 4,157,961	\$ 4,106,637	\$ 3,814,750	\$ 3,814,750
36.98%	37.27%	51.10%	66.68%	45.80%	45.80%

**City of Riverside
Schedule of Contributions**

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Actuarially determined contribution	\$ 997,962	\$ 976,862	\$ 864,115	\$ 854,771
Contributions in relation to the actuarially determined contribution	997,962	977,860	876,097	856,948
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ (998)</u>	<u>\$ (11,982)</u>	<u>\$ (2,177)</u>
Covered-employee payroll	<u>\$ 5,515,514</u>	<u>\$ 5,219,024</u>	<u>\$ 4,743,246</u>	<u>\$ 4,736,452</u>
Contributions as a percentage of covered payroll	18.09%	18.74%	18.47%	18.09%

Notes to schedule:

Valuation dates Actuarially determine contribution rates are calculated as of February 28, two years and four months prior to the end of the fiscal year which the contributions are reported.

Notes The roll forward of total pension liability from February 28, 2000 to June 30, 2023 reflects expected service cost and interest reduced by actual benefit payments.

Methods and assumptions used to determine contribution rates:

Actuarial cost method Entry age normal and modified terminal funding

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

Remaining amortization period General - multiple bases form 6 to 16 years; Police - multiple bases from 6 to 16 years; and Fire - multiple bases from 15 to 16 years

Asset valuation method 5 year smoothed market, 20% corridor

Inflation 2.75% wage inflation, 2.25% price inflation

Salary increases General - 2.75% to 6.75%; Police - 2.75% to 6.55%; and Fire - 2.75% to 7.15%. All include wage inflation.

Net investment rate of return 7.00% net of investment expenses

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

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

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

Other information None

Note: UAAL is the Unfunded Actuarial Accrued Liability

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 831,217	\$ 735,380	\$ 700,103	\$ 717,000	\$ 703,828	\$ 649,559
818,115	735,380	700,103	712,502	676,577	642,214
<u>\$ 13,102</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,498</u>	<u>\$ 27,251</u>	<u>\$ 7,345</u>
<u>\$ 4,533,192</u>	<u>\$ 4,296,936</u>	<u>\$ 4,039,173</u>	<u>\$ 3,926,513</u>	<u>\$ 3,868,205</u>	<u>\$ 3,692,007</u>
18.05%	17.11%	17.33%	18.15%	17.49%	17.39%

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SUPPLEMENTARY INFORMATION

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COMBINING NONMAJOR FUND FINANCIAL STATEMENTS

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**City of Riverside
Description of Funds**

Special Revenue Funds

- **Municipal Bond Court Account**

This fund is used solely to track the receipt and payment of bond monies . Bond payments are received from arrestees who post bond, by the city, and paid to Municipal Court.

- **DUI, Officer Training Fund, Inmate Security Funds**

All are generated through municipal court operations for specific uses designed to support the public safety efforts of the city.

DUI: Training and resources related to DUI enforcement in the city.

Officer training: Training and education, including POST requirements.

Inmate security fund: Expenditures related security and transport of inmates.

- **Tourism Tax Fund**

This Fund is supported by a lodging tax applied to all hotel and motel stays in the city.

- **State and Federal Grant**

This fund is used to account for State and Federal grant monies received by the City.

- **Community Development Fund**

The Community Development Fund receives revenue from the Neighborhood Improvement and TIF Districts associated with the Briarcliff developments.

- **Public Safety Sales Tax Fund**

This Fund is supported entirely through sales tax revenue received on all taxable transactions in the city. This is the voter-approved dedicated half-cent Public Safety Sales Tax that funds capital needs for the Dispatch, Fire and Police functions of Riverside.

- **Fire-Police Athletic League**

This fund is supported by donations and the annual city golf tournament.

Capital Project Funds

- **Capital Equipment Fund**

The Capital Equipment Fund is supported entirely by transfers from the General Fund. In FY2023, the General Fund will transfer \$300,000 to the Capital Equipment Fund. This level funding approach allows the City to take a longer-term view of our replacement schedules while also providing predictability in resource needs from the General Fund.

- **Capital Improvement Fund**

The Capital Improvement Fund is primarily funded through transfers from the General Fund and major City infrastructure and facility projects are typically funded through the Fund, with some grant support from the state.

City of Riverside
Combining Balance Sheet -
Nonmajor Governmental Funds
June 30, 2023

	Special Revenue			
	Municipal Bond Court Account (11)	DUI Fund (12)	Tourism Tax (13)	State and Federal Grant (19)
Assets				
Cash and investments	\$ 20,279	\$ 23,464	\$ 748,884	\$ -
Accounts receivable	-	-	24,377	-
Total assets	<u>\$ 20,279</u>	<u>\$ 23,464</u>	<u>\$ 773,261</u>	<u>\$ -</u>
Liabilities				
Accounts payable	\$ 12,704	\$ -	\$ -	\$ -
Due to other funds	9,435	-	-	-
Total liabilities	<u>22,139</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances				
Restricted				
Law enforcement	-	23,464	-	-
Tourism	-	-	773,261	-
Committed				
Capital projects	-	-	-	-
Unassigned	(1,860)	-	-	-
Total fund balances	<u>(1,860)</u>	<u>23,464</u>	<u>773,261</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 20,279</u>	<u>\$ 23,464</u>	<u>\$ 773,261</u>	<u>\$ -</u>

Special Revenue				Capital Project		
Officer Training (50)	Inmate Security (55)	Fire-Police Athletic League (52)	Public Safety Sales Tax (31)	Community Development (22)	Capital Equipment (30)	Total
\$ 13,227	\$ 43,725	\$ 107,763	\$ 910,131	\$ 1,596,873	\$ 512,758	\$ 3,977,104
-	-	-	70,650	1	-	95,028
<u>\$ 13,227</u>	<u>\$ 43,725</u>	<u>\$ 107,763</u>	<u>\$ 980,781</u>	<u>\$ 1,596,874</u>	<u>\$ 512,758</u>	<u>\$ 4,072,132</u>
\$ -	\$ -	\$ 2,186	\$ 14,142	\$ -	\$ 113,910	\$ 142,942
-	-	-	-	-	-	9,435
-	-	2,186	14,142	-	113,910	152,377
13,227	43,725	105,577	966,639	-	-	1,152,632
-	-	-	-	-	-	773,261
-	-	-	-	1,596,874	398,848	1,995,722
-	-	-	-	-	-	(1,860)
<u>13,227</u>	<u>43,725</u>	<u>105,577</u>	<u>966,639</u>	<u>1,596,874</u>	<u>398,848</u>	<u>3,919,755</u>
<u>\$ 13,227</u>	<u>\$ 43,725</u>	<u>\$ 107,763</u>	<u>\$ 980,781</u>	<u>\$ 1,596,874</u>	<u>\$ 512,758</u>	<u>\$ 4,072,132</u>

City of Riverside
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -
Nonmajor Governmental Funds
Year Ended June 30, 2023

	Special Revenue			
	Municipal Bond Court Account (11)	DUI Fund (12)	Tourism Tax (13)	State and Federal Grant (19)
Revenues				
Taxes:				
Tourism tax	\$ -	\$ -	\$ 145,766	\$ -
Sales tax	-	-	-	-
Tax increment financing	-	-	-	-
Fines and forfeitures	-	2,000	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	7,575	-	-	-
Total revenues	<u>7,575</u>	<u>2,000</u>	<u>145,766</u>	<u>-</u>
Expenditures				
Current				
Administrative and support	-	-	81,000	12,586
Police services	12,819	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>12,819</u>	<u>-</u>	<u>81,000</u>	<u>12,586</u>
Excess of revenues over (under) expenditures	(5,244)	2,000	64,766	(12,586)
Other Financing Sources (Uses)				
Transfers in	<u>3,384</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(1,860)	2,000	64,766	(12,586)
Fund Balances				
Beginning of year	-	21,464	708,495	12,586
Prior period adjustment (Note 11)	-	-	-	-
Beginning of year, restated	<u>-</u>	<u>21,464</u>	<u>708,495</u>	<u>12,586</u>
End of year	<u>\$ (1,860)</u>	<u>\$ 23,464</u>	<u>\$ 773,261</u>	<u>\$ -</u>

Special Revenue				Capital Projects		Total
Officer Training (50)	Inmate Security (55)	Fire-Police Athletic League (52)	Public Safety Sales Tax (31)	Community Development (22)	Capital Equipment (30)	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 145,766
-	-	-	932,203	-	-	932,203
-	-	-	-	106,881	-	106,881
-	-	-	-	-	-	2,000
-	-	-	-	46,572	-	46,572
-	2,126	65,627	-	-	-	67,753
2,983	-	-	-	-	-	10,558
<u>2,983</u>	<u>2,126</u>	<u>65,627</u>	<u>932,203</u>	<u>153,453</u>	<u>-</u>	<u>1,311,733</u>
-	-	-	-	-	-	93,586
-	-	35,321	-	-	-	48,140
-	-	-	498,363	1,456,767	178,291	2,133,421
-	-	35,321	498,363	1,456,767	178,291	2,275,147
2,983	2,126	30,306	433,840	(1,303,314)	(178,291)	(963,414)
-	-	-	-	1,500	200,000	204,884
2,983	2,126	30,306	433,840	(1,301,814)	21,709	(758,530)
10,244	41,599	75,271	620,461	2,898,688	377,139	4,765,947
-	-	-	(87,662)	-	-	(87,662)
<u>10,244</u>	<u>41,599</u>	<u>75,271</u>	<u>532,799</u>	<u>2,898,688</u>	<u>377,139</u>	<u>4,678,285</u>
<u>\$ 13,227</u>	<u>\$ 43,725</u>	<u>\$ 105,577</u>	<u>\$ 966,639</u>	<u>\$ 1,596,874</u>	<u>\$ 398,848</u>	<u>\$ 3,919,755</u>

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INDIVIDUAL FUND BUDGET AND ACTUAL SCHEDULES

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City of Riverside
Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
Budget to Actual
For the year ended June 30, 2023

	Tourism Tax Fund		Public Safety Sales Tax Fund	
	Budget	Actual	Budget	Actual
Revenues				
Taxes, tourism tax	\$ 150,000	\$ 145,766	\$ -	\$ -
Sales tax	-	-	820,000	932,203
Total revenues	<u>150,000</u>	<u>145,766</u>	<u>820,000</u>	<u>932,203</u>
Expenditures				
Current				
Administrative and support	150,000	81,000	-	-
Police Services	-	-	-	137,967
Fire services	-	-	1,205,000	360,396
Total expenditures	<u>150,000</u>	<u>81,000</u>	<u>1,205,000</u>	<u>498,363</u>
Net change in fund balance	<u>-</u>	64,766	<u>\$ (385,000)</u>	433,840
Fund balance, beginning of year		708,495		620,461
Prior period adjustment (See Note 11)		-		(87,662)
Fund balance, beginning of year, restated		<u>708,495</u>		<u>532,799</u>
Fund balance, end of year		<u>\$ 773,261</u>		<u>\$ 966,639</u>

City of Riverside
Schedule of Revenues, Expenditures and Changes in Fund Balances
Capital Project Funds
Budget to Actual
For the year ended June 30, 2023

	Capital Improvements Fund		Community Development Fund	
	Budget	Actual	Budget	Actual
Revenues				
Investment earnings / (loss)	\$ 400	\$ 17,822	\$ 500	\$ 46,572
Miscellaneous	885,000	50,000	31,500	31,682
Tax increment financing revenue	-	-	78,000	75,199
Total revenues	<u>885,400</u>	<u>67,822</u>	<u>110,000</u>	<u>153,453</u>
Expenditures				
Current:				
Administrative and support	-	-	-	-
Public works	-	-	-	-
Capital Outlay	<u>19,207,000</u>	<u>11,115,977</u>	<u>1,600,000</u>	<u>1,456,767</u>
Total expenditures	<u>19,207,000</u>	<u>11,115,977</u>	<u>1,600,000</u>	<u>1,456,767</u>
Revenues over expenditures	<u>(18,321,600)</u>	<u>(11,048,155)</u>	<u>(1,490,000)</u>	<u>(1,303,314)</u>
Other financing sources				
Transfers in	<u>16,000,000</u>	<u>7,795,000</u>	<u>1,500</u>	<u>1,500</u>
Net change in fund balance	<u>\$ (2,321,600)</u>	<u>(3,253,155)</u>	<u>\$ (1,488,500)</u>	<u>(1,301,814)</u>
Fund balance, beginning of year		4,190,267		2,898,688
Prior period adjustment (See Note 11)		267,680		-
Fund balance, beginning of year, restated		<u>4,457,947</u>		<u>2,898,688</u>
Fund balance, end of year		<u>\$ 1,204,792</u>		<u>\$ 1,596,874</u>

Capital Equipment Fund

Budget	Actual
\$ -	\$ -
-	-
-	-
-	-
-	-
50,000	123,800
359,000	54,491
-	-
409,000	178,291
(409,000)	(178,291)
200,000	200,000
\$ (209,000)	21,709
	377,139
	-
	377,139
	\$ 398,848

City of Riverside
Schedule of Revenues, Expenditures and Changes in Fund Balances
Tax Increment Financing Debt Service Fund
Budget to Actual
For the year ended June 30, 2023

	Budget	Actual
Revenues		
Investment earnings	\$ 1,000	\$ 217,237
Tax increment financing revenue	<u>8,709,721</u>	<u>8,886,282</u>
Total revenues	<u>8,710,721</u>	<u>9,103,519</u>
Expenditures		
Current:		
Administrative and support	1,992,600	1,869,430
Debt service:		
Principal	2,310,000	2,405,000
Interest	<u>471,400</u>	<u>379,000</u>
Total expenditures	<u>4,774,000</u>	<u>4,653,430</u>
Revenues (under) expenditures	<u>3,936,721</u>	<u>4,450,089</u>
Other financing sources (uses),		
Transfers out	<u>(4,000,000)</u>	<u>(7,973,999)</u>
Changes in fund balance	<u>\$ (63,279)</u>	(3,523,910)
Fund balance, beginning of year		<u>6,183,621</u>
Fund balance, end of year		<u>\$ 2,659,711</u>

STATISTICAL SECTION

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**City of Riverside
Statistical Section (unaudited)**

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

Contents Page	Page
Financial Trends These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	80 – 87
Revenue Capacity These schedules contain information to help the reader assess the Government's most significant local revenue source, the gaming revenue.	88 – 91
Debt Capacity These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.	92 – 93
Demographic and Economic Information These schedules offer demographic and economic indicators to help The reader understand the environment within which the government's financial activities take place.	94 – 95
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	96 – 99

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

City of Riverside, Missouri
Net Position
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	Fiscal Year			
	2023	2022	2021	2020
Governmental activities				
Net investment in capital assets	\$ 115,797,725	\$ 107,711,831	\$ 107,604,605	\$ 105,704,703
Restricted	4,542,479	8,295,006	1,433,222	1,467,246
Unrestricted	30,495,127	30,028,825	26,192,946	22,475,443
Total governmental activities net position	<u>\$ 150,835,331</u>	<u>\$ 146,035,662</u>	<u>\$ 135,230,773</u>	<u>\$ 129,647,392</u>

Note 1: Beginning with year 2014, the City reclassified the presentation of certain amounts previously presented as restricted. This schedule has not been adjusted for years prior to 2014.

Note 2: The City adopted GASB Statement No. 68 in fiscal year 2015. Although beginning net position on the basic financial statements was restated, this schedule has not been adjusted for years prior to 2015.

Note 3: The City adopted GASB Statement No. 75 in fiscal year 2018. Although beginning net position on the basic financial statements was restated, this schedule has not been adjusted for years prior to 2018.

Table 1

Fiscal Year						
2019	2018	2017	2016	2015	2014	2013
\$ 100,731,522	\$ 97,344,337	\$ 97,004,464	\$ 96,108,750	\$ 95,152,969	\$ 93,573,067	\$ 97,455,751
1,432,686	1,367,834	4,013,110	4,558,070	1,369,477	803,511	8,978,799
22,322,685	15,494,048	6,359,006	(92,041)	(1,937,545)	(1,482,081)	(7,486,325)
<u>\$ 124,486,893</u>	<u>\$ 114,206,219</u>	<u>\$ 107,376,580</u>	<u>\$ 100,574,779</u>	<u>\$ 94,584,901</u>	<u>\$ 92,894,497</u>	<u>\$ 98,948,225</u>

City of Riverside, Missouri
Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)
(unaudited)

	Fiscal Year			
	2023	2022	2021	2020
Expenses				
Governmental activities				
Administrative and support	\$ 4,444,194	\$ 4,201,674	\$ 3,832,956	\$ 3,222,700
Municipal court	186,133	178,280	170,438	201,048
Public safety administration	483,289	442,205	417,922	457,058
Police services	3,490,591	2,520,779	2,215,698	2,514,340
Operations support	824,064	598,225	584,745	697,576
Fire services	2,268,739	1,961,474	1,888,737	2,035,973
Public works	7,670,626	5,503,363	5,629,081	6,111,480
Parks and recreation	1,014,744	703,020	723,596	750,178
Community development	771,382	545,767	473,526	514,451
Engineering *	298,363	251,739	261,769	264,405
Interest on long-term debt	123,304	220,346	545,567	725,689
Total governmental activities expenses	<u>21,575,429</u>	<u>17,126,872</u>	<u>16,744,035</u>	<u>17,494,898</u>
Program Revenues				
Governmental activities				
Charges for services				
Administrative and support	53,403	42,638	49,806	49,624
Municipal court	121,290	121,687	146,113	181,870
Police services	325,468	-	-	-
Public works	-	-	-	-
Parks and recreation	85,133	70,280	42,123	28,841
Community development	171,587	183,730	154,866	89,139
Operating grants and contributions				
Administrative and support	526,826	353,269	-	-
Police services	-	11,124	58,579	12,928
Capital grants and contributions	50,000	50,000	70,052	57,473
Total governmental activities program revenues	<u>1,333,707</u>	<u>832,728</u>	<u>521,539</u>	<u>419,875</u>
Net (expense)/revenue governmental activities	<u>(20,241,722)</u>	<u>(16,294,144)</u>	<u>(16,222,496)</u>	<u>(17,075,023)</u>
General Revenue and Other Changes in Net Position				
Governmental activities				
Taxes				
Sales taxes	5,249,432	3,463,988	1,863,384	1,960,815
Franchise taxes	1,063,212	948,378	909,892	882,555
Tourism taxes	145,766	109,436	102,545	126,353
Gaming and revenue taxes	6,354,948	6,263,414	5,848,586	5,158,233
Unrestricted grants and contributions	-	370,825	453,731	334,587
Investment earnings	613,989	(352,511)	(269,771)	709,191
Real estate income - gaming	4,550,094	4,775,444	5,287,870	3,087,509
Tax increment financing	8,791,727	9,070,894	7,624,158	9,223,850
Gain on land sale	-	2,377,068	51,263	614,628
Miscellaneous	1,400	72,093	375,814	310,242
Total governmental activities	<u>26,770,568</u>	<u>27,099,029</u>	<u>22,247,472</u>	<u>22,407,963</u>
Change in Net Position				
Governmental activities	<u>\$ 6,528,846</u>	<u>\$ 10,804,885</u>	<u>\$ 6,024,976</u>	<u>\$ 5,332,940</u>

* In fiscal year 2014, the engineering division was separated out of the community services division.

Note 1: The City adopted GASB Statement No. 68 in fiscal year 2015. Although beginning net position on the basic financial statements was restated, this schedule has not been adjusted for years prior to 2015.

Note 2: The City adopted GASB Statement No. 75 in fiscal year 2018. Although beginning net position on the basic financial statements was restated, this schedule has not been adjusted for years prior to 2018.

Table 2

Fiscal Year						
2019	2018	2017	2016	2015	2014	2013
\$ 3,274,065	\$ 3,453,807	\$ 3,443,113	\$ 3,552,846	\$ 3,536,140	\$ 3,361,653	\$ 3,291,806
201,487	185,151	186,954	173,961	178,317	175,443	168,189
451,544	469,381	503,889	441,392	435,851	512,170	645,375
2,715,582	2,763,422	2,826,475	2,766,514	2,551,494	2,560,182	2,543,564
611,498	626,777	652,384	614,941	585,905	549,291	606,699
1,916,101	1,960,449	1,650,728	1,731,925	1,582,358	1,563,803	1,418,114
5,082,534	6,449,874	6,116,448	5,598,064	5,191,014	14,302,013	9,024,716
871,264	792,884	808,300	779,143	745,998	773,333	725,478
470,669	489,157	453,302	469,177	442,382	368,024	499,425
242,627	252,597	203,769	214,828	202,569	201,177	-
840,802	1,069,332	1,465,032	1,666,391	1,982,428	2,395,524	2,481,272
<u>16,678,173</u>	<u>18,512,831</u>	<u>18,310,394</u>	<u>18,009,182</u>	<u>17,434,456</u>	<u>26,762,613</u>	<u>21,404,638</u>
46,302	43,708	42,139	47,948	45,850	42,498	41,535
216,135	217,239	251,529	254,540	289,082	366,880	356,142
-	-	-	-	-	-	-
1,405,041	-	598,059	400,424	278,171	-	186,168
74,045	73,779	70,979	68,643	62,537	68,084	77,587
117,320	164,204	175,544	128,375	103,251	57,701	58,196
-	-	-	-	-	-	-
7,445	8,705	14,391	25,742	13,822	6,455	8,906
25,000	134,440	1,001,920	847,362	46,767	1,165,046	3,512,010
<u>1,891,288</u>	<u>642,075</u>	<u>2,154,561</u>	<u>1,773,034</u>	<u>839,480</u>	<u>1,706,664</u>	<u>4,240,544</u>
<u>(14,786,885)</u>	<u>(17,870,756)</u>	<u>(16,155,833)</u>	<u>(16,236,148)</u>	<u>(16,594,976)</u>	<u>(25,055,949)</u>	<u>(17,164,094)</u>
1,770,167	1,761,375	1,611,237	1,697,356	1,378,151	1,445,549	1,397,363
942,401	956,301	906,344	813,186	716,542	714,460	651,528
168,555	188,108	188,955	217,779	184,262	166,584	169,910
6,593,570	6,724,359	6,589,264	6,569,566	6,303,001	6,399,850	7,133,275
347,951	358,673	323,261	348,521	371,948	254,291	238,557
637,918	175,186	69,611	87,952	89,580	47,676	51,762
4,512,586	4,593,455	4,358,378	4,394,870	4,182,418	4,060,295	4,155,181
8,469,400	8,602,995	7,273,358	6,654,901	5,123,842	3,883,538	3,335,920
1,266,766	1,170,449	1,407,859	1,300,452	1,094,726	1,843,665	1,153,512
358,245	242,562	227,366	141,443	111,632	186,313	26,529
<u>25,067,559</u>	<u>24,773,463</u>	<u>22,955,633</u>	<u>22,226,026</u>	<u>19,556,102</u>	<u>19,002,221</u>	<u>18,313,537</u>
<u>\$ 10,280,674</u>	<u>\$ 6,902,707</u>	<u>\$ 6,799,800</u>	<u>\$ 5,989,878</u>	<u>\$ 2,961,126</u>	<u>\$ (6,053,728)</u>	<u>\$ 1,149,443</u>

City of Riverside, Missouri
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(unaudited)

	Fiscal Year			
	2023	2022	2021	2020
General Fund				
Nonspendable for prepaids	\$ 511,533	\$ 528,603	\$ -	\$ -
Committed for, stabilization reserve	10,032,339	10,040,635	9,795,505	8,968,618
Unassigned	<u>16,479,508</u>	<u>12,896,968</u>	<u>10,467,177</u>	<u>8,453,499</u>
Total general fund	<u>\$ 27,023,380</u>	<u>\$ 23,466,206</u>	<u>\$ 20,262,682</u>	<u>\$ 17,422,117</u>
All Other Governmental Funds				
Restricted for				
Debt service	\$ 2,659,711	\$ 6,183,621	\$ 1,911,244	\$ 3,499,649
Capital improvements	-	621,265	622,660	679,614
Community development	-	-	-	-
Law enforcement	1,152,632	781,625	122,929	121,544
Tourism	773,261	708,495	687,633	666,088
Committed for, capital projects	3,487,983	6,844,829	5,871,464	4,564,071
Unassigned	<u>(1,860)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total all other governmental funds	<u>\$ 8,071,727</u>	<u>\$ 15,139,835</u>	<u>\$ 9,215,930</u>	<u>\$ 9,530,966</u>

Table 3

Fiscal Year						
2019	2018	2017	2016	2015	2014	2013
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
8,719,571	-	-	-	-	-	-
<u>7,072,490</u>	<u>12,937,617</u>	<u>9,450,806</u>	<u>5,953,625</u>	<u>5,585,914</u>	<u>5,564,281</u>	<u>7,391,475</u>
<u>\$ 15,792,061</u>	<u>\$ 12,937,617</u>	<u>\$ 9,450,806</u>	<u>\$ 5,953,625</u>	<u>\$ 5,585,914</u>	<u>\$ 5,564,281</u>	<u>\$ 7,391,475</u>
\$ 6,300,632	\$ 5,808,290	\$ 7,089,829	\$ 6,331,575	\$ 6,193,653	\$ 5,945,362	\$ 6,466,375
617,079	632,198	2,860,470	3,562,686	544,497	98,722	1,867,992
-	-	499,660	393,379	286,014	184,514	145,884
139,491	127,757	143,538	140,459	135,379	128,051	106,265
676,116	607,879	509,442	461,546	403,587	392,224	392,283
6,411,161	6,102,394	345,998	300,574	240,222	174,720	55,241
-	-	-	-	-	-	-
<u>\$ 14,144,479</u>	<u>\$ 13,278,518</u>	<u>\$ 11,448,937</u>	<u>\$ 11,190,219</u>	<u>\$ 7,803,352</u>	<u>\$ 6,923,593</u>	<u>\$ 9,034,040</u>

City of Riverside, Missouri
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(unaudited)

	Fiscal Year			
	2023	2022	2021	2020
Revenues				
Taxes	\$ 6,458,410	\$ 4,821,802	\$ 2,875,821	\$ 2,969,723
Intergovernmental revenue	407,037	517,537	693,486	388,289
Charges for services	85,468	-	-	-
Investment earnings	613,989	(652,511)	(269,291)	709,191
Real estate income - gaming	4,550,094	4,775,444	5,287,871	3,087,509
Gaming revenue	6,354,948	6,263,414	5,848,586	5,158,233
Licenses and fees	227,980	226,368	204,672	138,763
Fines and forfeitures	123,290	122,691	147,588	181,870
Recreation fees	17,715	70,280	42,123	28,841
Miscellaneous	275,705	409,279	136,154	36,450
TIF revenue	8,993,163	8,984,946	7,517,826	9,223,848
Developer contribution	-	-	-	-
Proceeds from sale-leaseback	-	-	-	-
Total revenues	28,107,799	25,539,250	22,484,836	21,922,717
Expenditures				
Administrative and support	4,516,995	4,240,431	3,964,952	3,863,096
Municipal court	195,391	188,247	176,110	199,767
Police administration	515,098	472,465	451,586	451,532
Police services	3,037,161	3,103,862	2,786,052	2,706,226
Operations support	881,994	661,297	652,595	670,463
Fire services	2,398,146	2,120,366	2,075,874	1,978,962
Public works	4,964,388	1,837,192	1,475,081	1,532,066
Parks and recreation	1,024,398	715,091	695,181	682,143
Community development	403,383	556,994	519,505	546,265
Engineering*	323,169	276,563	283,420	285,982
Capital outlay	12,961,929	2,910,435	4,095,605	7,848,812
Principal	2,405,000	2,310,000	2,225,000	3,525,000
Interest	379,000	471,400	560,400	679,581
Bond issuance costs	-	-	-	-
Total expenditures	34,006,052	19,864,343	19,961,361	24,969,895
Excess of revenues over (under) expenditures	(5,898,253)	5,674,907	2,523,475	(3,047,178)
Other financing sources (uses)				
Transfers in	15,973,883	4,201,500	10,006,491	12,231,089
Transfers out	(15,973,883)	(4,201,500)	(10,006,491)	(12,231,089)
Issuance of TIF bonds	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Sale of capital assets	1,400	3,452,522	2,050	63,722
Premium on bonds issuance	-	-	-	-
Discount on bonds issuance	-	-	-	-
Total other financing sources (uses)	1,400	3,452,522	2,050	63,722
Net change in fund balances	\$ (5,896,853)	\$ 9,127,429	\$ 2,525,525	\$ (2,983,456)
Debt service as a percentage of noncapital expenditures	12%	16%	20%	22%

*In fiscal year 2014, the engineering division was separated out of the community development division.

Table 4

		Fiscal Year									
		2019	2018	2017	2016	2015	2014				
\$	2,881,123	\$	2,905,784	\$	2,706,536	\$	2,728,321	\$	2,278,955	\$	2,326,593
	380,396		447,378		339,572		832,035		432,537		1,080,549
	-		-		16,785		1,860		28,173		345,243
	637,918		175,186		69,611		87,952		89,580		47,676
	4,512,586		4,593,455		4,358,378		4,394,870		4,182,418		4,060,295
	6,593,570		6,724,359		6,589,264		6,569,566		6,303,001		6,399,850
	163,622		207,912		217,683		176,323		149,101		100,199
	216,135		217,239		251,529		254,540		289,082		366,880
	74,045		73,779		70,979		68,643		62,537		68,084
	36,048		23,515		111,143		40,145		12,194		138,950
	8,469,400		8,602,995		7,273,358		6,654,901		5,123,842		3,883,538
	12,677		52,288		1,269,288		1,057,605		1,717,957		1,396,227
	-		-		-		-		494,745		367,115
	<u>23,977,520</u>		<u>24,023,890</u>		<u>23,274,126</u>		<u>22,866,761</u>		<u>21,164,122</u>		<u>20,581,199</u>
	3,900,865		3,566,856		3,423,664		3,556,565		3,505,623		3,296,734
	203,994		180,543		185,717		170,866		177,974		172,938
	459,788		465,947		493,515		424,178		439,051		512,201
	2,660,128		2,678,181		2,393,971		2,332,919		2,242,909		2,282,508
	630,670		620,156		630,912		588,216		594,077		545,778
	1,927,497		1,874,710		1,641,159		1,569,336		1,563,418		1,497,050
	1,594,657		1,533,085		1,575,538		1,510,818		1,400,168		1,469,270
	715,177		726,863		656,928		642,074		585,065		617,043
	474,891		457,772		441,152		469,676		440,189		366,814
	248,517		227,650		202,924		199,203		198,042		194,649
	3,926,854		2,156,109		2,990,402		2,768,726		4,455,505		7,808,465
	3,760,000		23,290,000		4,075,000		3,775,000		3,190,000		3,665,000
	793,881		1,059,844		1,244,681		1,373,481		1,470,709		1,870,256
	-		366,530		-		-		-		106,758
	<u>21,296,919</u>		<u>39,204,246</u>		<u>19,955,563</u>		<u>19,381,058</u>		<u>20,262,730</u>		<u>24,405,464</u>
	<u>2,680,601</u>		<u>(15,180,356)</u>		<u>3,318,563</u>		<u>3,485,703</u>		<u>901,392</u>		<u>(3,824,265)</u>
	6,096,411		6,973,338		1,434,560		2,743,737		3,504,604		4,504,978
	(6,096,411)		(6,973,338)		(1,434,560)		(2,743,737)		(3,504,604)		(4,504,978)
	-		18,370,000		-		-		-		7,640,000
	-		-		-		-		-		(8,065,827)
	1,039,804		359,344		437,336		268,875		-		-
	-		1,767,404		-		-		-		312,451
	-		-		-		-		-		-
	<u>1,039,804</u>		<u>20,496,748</u>		<u>437,336</u>		<u>268,875</u>		<u>-</u>		<u>(113,376)</u>
\$	<u>3,720,405</u>	\$	<u>5,316,392</u>	\$	<u>3,755,899</u>	\$	<u>3,754,578</u>	\$	<u>901,392</u>	\$	<u>(3,937,641)</u>
	25%		64%		28%		29%		27%		30%

City of Riverside, Missouri
Tax Revenues by Source
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(unaudited)

Table 5

<u>Fiscal Year</u>	<u>Sales Tax</u>	<u>Franchise Tax</u>	<u>Tourism Tax</u>	<u>Gaming Tax</u>
2014	\$ 1,445,549	\$ 714,460	\$ 166,584	\$ 6,399,850
2015	1,378,151	716,542	184,262	6,303,001
2016	1,697,356	813,186	217,779	6,569,566
2017	1,611,237	906,344	188,955	6,589,264
2018	1,761,375	956,301	188,108	6,724,359
2019	1,770,167	942,401	168,555	6,593,570
2020 *	1,960,815	882,555	126,353	5,158,233
2021	1,863,384	909,892	102,545	5,848,586
2022 **	3,463,988	1,248,378	109,436	6,263,414
2023	4,317,229	1,063,212	145,766	6,354,948

* In FY 2020, casinos in Missouri were closed for several months due to COVID-19

** In FY 2022, the city passed a public safety use tax.

City of Riverside, Missouri
Direct and Overlapping Sales Tax Rates
Last Ten Fiscal Years
(unaudited)

Table 6

Year	City	County	State	Total	
2014	1.000	1.375	4.225	6.600	
2015	1.000	1.375	4.225	6.600	
2016	1.000	1.375	4.225	6.600	
2017	1.000	1.375	4.225	6.600	
2018	1.000	1.375	4.225	6.600	
2019	1.000	1.375	4.225	6.600	
2020	1.000	1.375	4.225	6.600	
2021	1.000	1.375	4.225	6.600	
2022	*	1.500	1.375	4.225	7.100
2023	1.500	1.375	4.225	7.100	

* In FY 2022, the city passed a public safety use tax.

Source: Missouri Department of Revenue

City of Riverside, Missouri
Gaming Revenue and Real Estate Income
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)*
(unaudited)

Table 7

Fiscal Year	Gaming Revenue	Real Estate Income	Total
2014	\$ 6,399,850	\$ 4,060,295	\$ 10,460,145
2015	6,303,001	4,182,418	10,485,419
2016	6,569,566	4,394,870	10,964,436
2017	6,589,264	4,358,378	10,947,642
2018	6,724,359	4,593,455	11,317,814
2019	6,593,570	4,512,586	11,106,156
2020	* 5,158,233	3,087,509	8,245,742
2021	5,848,586	5,287,871	11,136,457
2022	** 6,263,414	4,775,444	11,038,858
2023	6,354,948	4,550,094	10,905,042

* In FY 2020, casinos in Missouri were closed for several months due to COVID-19

** Restated FY 2022 in FY 2023.

City of Riverside, Missouri
Gaming Revenue Rates
Last Ten Fiscal Years
(unaudited)

Table 8

Fiscal Year	Admission Fee	Percent of Adjusted Gross Revenue
2014	\$1 per patron	2.1%
2015	\$1 per patron	2.1%
2016	\$1 per patron	2.1%
2017	\$1 per patron	2.1%
2018	\$1 per patron	2.1%
2019	\$1 per patron	2.1%
2020	\$1 per patron	2.1%
2021	\$1 per patron	2.1%
2022	\$1 per patron	2.1%
2023	\$1 per patron	2.1%

Source: Missouri Gaming Commission

City of Riverside, Missouri
Riverside Argosy Casino Kansas City Market Share
Last Ten Fiscal Years
(unaudited)

Table 9

Fiscal Year	Percentage of Adjusted Gross Receipts
2014	19.77%
2015	19.34%
2016	20.91%
2017	21.09%
2018	22.07%
2019	21.89%
2020	21.67%
2021	* 20.01%
2022	20.23%
2023	25.76%

* Restated to reflected adjusted final year end numbers.

Source: Missouri Gaming Commission & Kansas Gaming Commission

City of Riverside, Missouri
Ratios of Outstanding Debt
Last Ten Fiscal Years
(unaudited)

Table 10

Fiscal Year	TIF Bonds	Percentage of Personal Income*	Per Capita*
2014	\$ 35,360,000	21.26%	\$ 10,496
2015	32,896,406	18.57%	9,461
2016	29,025,580	15.41%	8,096
2017	24,855,594	12.44%	6,730
2018	21,118,408	9.98%	5,556
2019	17,768,700	7.94%	4,546
2020	13,253,992	5.64%	3,303
2021	10,793,338	4.35%	2,619
2022	8,247,684	3.16%	1,950
2023	5,607,032	3.27%	1,397

* See the Schedule of Demographic and Economic Statistics for personal income and population data.

City of Riverside, Missouri
Direct and Overlapping Debt
As of June 30, 2022
(unaudited)

Table 11

	<u>Outstanding Debt</u>	<u>Estimated Percentage Applicable*</u>	<u>Estimated Share of Overlapping Debt</u>	<u>Assessed Valuation</u>
Direct Debt				
City of Riverside	\$ 5,607,032	100.0%	\$ 5,607,032	\$ 199,877,101
Overlapping Debt				
Platte County, Missouri	9,972,503	6.1%	605,798	3,290,331,895
Park Hill School District	<u>142,800,000</u>	9.4%	<u>13,432,561</u>	2,124,870,381
Total overlapping debt	<u>152,772,503</u>		<u>14,038,358</u>	
 Total direct and overlapping debt	 <u>\$ 158,379,535</u>		 <u>\$ 19,645,390</u>	

* Determined by ratio of assessed value in overlapping unit compared to the taxable assessed value within the corporate limits of the City of Riverside.

City of Riverside, Missouri
Pledged-Revenue Coverage
Last Ten Fiscal Years
(unaudited)

Table 12

Fiscal Year		TIF Revenues	Debt Service		Coverage
			Principal	Interest	
2014	*	\$ 3,773,369	\$ 3,665,000	\$ 1,870,256	0.68
2015		5,018,593	3,190,000	1,470,709	1.08
2016		6,549,491	3,775,000	1,373,481	1.27
2017		7,168,571	4,075,000	1,244,681	1.35
2018	**	8,501,397	3,625,000	1,059,844	1.81
2019		8,356,188	3,760,000	793,881	1.83
2020		9,113,061	3,525,000	679,581	2.17
2021		7,517,826	2,225,000	560,400	2.70
2022	***	9,252,205	2,310,000	471,400	3.33
2023		8,886,282	2,405,000	379,000	3.19

* In 2014, the City issued \$7,640,000 of bonds to refund the 2004 Tax Increment Financing Revenue Bonds, which has been excluded from above principal payments.

** In 2018, the City issued \$18,370,000 of bonds to refund the 2007 Tax Increment Financing Revenue Bonds, which has been excluded from above principal payments.

***Restated in FY23.

City of Riverside, Missouri
Demographic and Economic Statistics
Last Ten Fiscal Years*
(unaudited)

Table 13

<u>Fiscal Year</u>	<u>RESTATED</u> Population	<u>RESTATED</u> Per Capita Personal Income	Total Personal Income	<u>RESTATED</u> Median Family Income	Unemployment Rate
2014	3,369	\$ 49,362	\$ 166,299,818	\$ 85,878	5.5%
2015	3,477	50,947	177,141,051	88,635	4.7%
2016	3,585	52,531	188,323,481	91,391	4.6%
2017	3,693	54,112	199,836,129	94,142	4.4%
2018	3,801	55,692	211,686,103	96,891	3.2%
2019	3,909	57,274	223,883,566	99,643	2.6%
2020	4,013	58,608	235,195,322	101,964	2.7%
2021	4,121	60,185	248,022,047	104,707	3.7%
2022	4,229	61,762	261,190,495	107,451	4.8%
2023	4,013	42,703	171,367,139	110,631	3.9%

*Restated in FY 2022 based on changes to MARC and Census sites and available data.

Sources:

- (a) Mid-America Regional Council Research Services - (<https://gis2.marc2.org/acldata/>)*
- (b) U.S. Bureau of Economic Analysis*
- (c) United States Census Bureau (data.census.gov)*
- (d) World Population Review (worldpopulationreview.com)*
- (e) Riverside Comprehensive Plan*

**City of Riverside, Missouri
Principal Employers
Current Year and Ten Years Ago
(unaudited)**

Table 14

Employer	2023			2014		
	Percentage of Total Principal Employers			Percentage of Total Principal Employers		
	Employees	Rank	Employment	Employees	Rank	Employment
Adient/Hoover Universal	750	1	23.2%	565	2	20.0%
Argosy Casino	533	2	16.5%	760	1	26.9%
Yanfeng USA	500	3	15.5%	263	4	9.3%
U.S. Farathane	300	4	9.3%	-		0.0%
Park Hill School District	252	5	7.8%	160	6	5.7%
Amazon	200	6	6.2%	-		0.0%
Safe Haven Security Services	200	7	6.2%	-		0.0%
Martinrea Riverside	200	8	6.2%	-		0.0%
Premium Waters	152	9	4.7%	-		0.0%
Velociti	142	10	4.4%	-		0.0%
Riverside Nursing & Rehab.	-		0.0%	-		0.0%
Red X	-		0.0%	-		0.0%
Woodbridge	-		0.0%	160	7	5.7%
Knappco/Civacon	-		0.0%	135	8	4.8%
Capital Electric	-		0.0%	130	10	4.6%
Apria Medical	-		0.0%	282	3	10.0%
Corner Café	-		0.0%	133	9	4.7%
Faurecia/Riverside Seat Company	-		0.0%	236	5	8.4%
Total principal employers	<u>3,229</u>		<u>100.0%</u>	<u>2,824</u>		<u>100.0%</u>

Source: City of Riverside city clerk business license database.

City of Riverside, Missouri
Full-time Equivalent City Government Employees by Function
Last Ten Fiscal Years
(unaudited)

Table 15

Function	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General government	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	7.00
Municipal court	1.50	1.50	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Public safety										
Police administration	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	3.00
Police officers / sworn	27.00	27.00	27.00	27.00	27.00	27.00	24.00	24.00	24.00	25.00
Police dispatch / operations	10.00	10.00	9.00	10.00	10.00	10.00	10.00	10.00	11.00	11.00
Fire	16.00	16.00	16.00	16.00	16.00	16.00	16.00	15.00	14.00	14.00
Public works	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00
Engineering	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Parks and recreation	1.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Community development	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	4.00
Total	81.50	82.50	81.00	82.00	82.00	82.00	79.00	78.00	78.00	78.00

Source: City of Riverside operating budget documents

City of Riverside, Missouri
Operating Indicators by Function/Program
Last Ten Fiscal Years
(unaudited)

Table 16

Function/Program	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Police Services										
Calls for service	11,596	11,008	10,505	10,806	11,544	10,465	11,213	11,631	10,247	12,849
Traffic and ordinance citations	2,351	181	1,851	1,898	2,279	1,394	2,413	2,898	2,062	2,965
Municipal and state arrests	698	686	659	769	1,208	1,253	1,165	1,044	1,335	1,298
Fire Services										
Structure fires	8	4	9	6	2	12	7	9	8	10
Calls for service	1,506	1,312	1,334	1,444	1,479	1,471	1,267	1,387	1,084	1,048
Inspections conducted	347	696	481	296	508	373	266	533	590	568
Building Codes										
Commercial building permits	2	3	2	2	1	4	6	4	7	34
Residential building permits	16	55	15	18	17	34	48	42	22	40

Source: City of Riverside police, fire and community development departments

City of Riverside, Missouri
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years
(unaudited)

Table 17

Function/Program	Fiscal Year										
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Police stations	1	1	1	1	1	1	1	1	1	1	1
Fire stations	1	1	1	1	1	1	1	1	1	1	1
Parks and recreation											
Acreage	73	73	73	73	73	73	73	73	73	73	73
Parks	3	3	3	3	3	3	3	3	3	3	3
Softball/baseball diamonds	-	-	-	-	-	1	1	1	1	1	1
Skateboard parks	1	1	1	1	1	1	1	1	1	1	1
Community center	1	1	1	1	1	1	1	1	1	1	1
Pools	1	1	1	1	1	1	1	1	1	1	1
Lane miles maintained by City	78	78	78	78	78	78	72	69	69	68	65

Source: City of Riverside police, fire and public works departments