



REGULAR CITY COUNCIL MEETING

Monday, May 18, 2026 at 6:30 pm

Please Note: The Council Meeting will be conducted at [Rolla City Hall, 901 North Elm Street, Rolla, MO 65401](#). Citizens are encouraged to watch the proceedings live on the City of Rolla, Missouri YouTube page at https://www.youtube.com/@City_of_Rolla/streams

PRESIDING: MAYOR LISTER B. FLORENCE JR.

COUNCIL ROLL: MELISSA GANZ, AUGUST ROLUFS, ANDREW BEHRENDT, NATHAN CHIRBAN, STEVE JACKSON, AARON PACE, SUE BROWN, TOM MCNEVEN, ELIZABETH SPERRY, DAVID SHELBY, AMELIA MARKWELL AND MICHEAL DICKENS

1. CALL TO ORDER

2. PLEDGE OF ALLEGIANCE - Council Representative

3. PUBLIC HEARINGS - None

- a. **Public Hearing and Ordinance to approve a Text Amendment to Chapter 42, Planning and Zoning of the City of Rolla Ordinances Section 42.140, Processes; and Section 42.310, Parking pertaining to permitting and construction standards for parking lots (Community Development Director Dawn Bell) Public Hearing and First Reading**

4. ACKNOWLEDGMENTS and SPECIAL PRESENTATIONS

- a. **Rebecca Baker with KPM CPAs and Advisors - Presentation of 2024 Financial Audit**
- b. **Abby Gill - S&T Student Projects: Pollinator Garden Establishment at Frisco Lake in Schuman Park. (Parks Director, Floyd Jernigan)**
The S&T Birding Club, Pollinator Executive Leadership Team (Abby Gill for both), the ECO Miners and Sustainable Engineering are working with the Parks & Recreation Department to establish a pollinator garden composed of Missouri Native plants adjacent to the Frisco Lake in Schuman Park.

5. OLD BUSINESS

- a. **Ordinance adopting and enacting a new code of Ordinances of the City of Rolla. (City Administrator Keith Riesberg) Final Reading**
- b. **Ordinance calling for election to consider a 1/4% sales tax for reimagining the Centre. (City Administrator Keith Riesberg) Final Reading**
- c. **Ordinance for Project 598 - Rolla Street Storm Sewer Improvements. (Public Works Director Darin Pryor) Final Reading**
- d. **Ordinance for Project 607 - 2026 Maltene Rejuvenation. (Public Works**

Director Darin Pryor) Final Reading

6. NEW BUSINESS

- a. **Ordinance to approve the Final Plat of Blues Lake No. 13, a replat to vacate certain easements and dedicate replacement easements in the C-2, General Commercial district with a PUD, Planned Unit Development overlay at 1630 Bridge School Rd. (Community Development Director Dawn Bell) First Reading**

7. CLAIMS and/or FISCAL TRANSACTIONS - None

8. CITIZEN COMMUNICATION

- a. **Nikki Seifert, Co-Executive Director of Bunches of Joy, Inc - Sharing information regarding the Just One Yes (J.O.Y.) Program**

9. MAYOR/CITY COUNCIL COMMENTS

10. COMMENTS FOR THE GOOD OF THE ORDER

- a. **Next City Council meeting, Monday, June 1st, 2026**

11. CLOSED SESSION - Closed Session per RSMo 610.021 – None

12. ADJOURNMENT

Contact: Lorri M. Powell, City Clerk (lpowell@rollacity.gov 573-426-6948) | Agenda published on 05/14/2026 at 9:26 AM



Report to:
ROLLA CITY COUNCIL

Case No.: TXT26-004

MEETING DATE: May 18, 2026

DEPARTMENT: Community Development

ACTION REQUESTED: Public Hearing/First Reading

SUBJECT: Text Amendment to Chapter 42, Planning and Zoning of the City of Rolla Ordinances Section 42.140, Processes; and Section 42.310, Parking pertaining to permitting and construction standards for parking lots

PRESENTED BY: Dawn Bell, Community Development Director

ATTACHMENTS: Proposed Text Amendment; Ordinance

Application and Notice:

Public Notice - Legal ad in the Phelps County Focus; [The City of Rolla](#)

Discussion:

Rolla currently does not have any standards for the construction of parking lots. The proposed text amendment would require that the parking areas and driving lanes be paved to a minimum standard. The proposed standard is the same as would be required for a cul-de-sac street, which sees similar traffic use. Parking lots may be constructed of either concrete or asphalt, or other materials as approved by the City Engineer.

Most new parking areas are already constructed to meet the standards. The proposed change would enable the construction to be inspected as well as ensure that sub-standard parking areas are not constructed. A sub-standard parking area will have higher maintenance or, if not maintained, cause issues with solid waste service and proper maintenance of required fire lanes – in addition to impacting the public use of the parking lot.

Findings:

1. The proposed text amendment is needed to ensure proper construction of parking lots and access drives.
2. The proposed text amendment should ensure better maintenance and longevity of parking areas and access drives.

Recommendation:

The Rolla Planning and Zoning Commission held a meeting on May 12, 2026 and voted 5-0 to recommend the City Council approve the text amendment as presented.

ORDINANCE NO. _____

AN ORDINANCE AMENDING CHAPTER 42, PLANNING AND ZONING, ARTICLE I, ADMINISTRATION, SECTION 42-140 BUILDING PERMITS AND ARTICLE III GENERAL PROVISIONS, DIVISION II PARKING, SECTION 42-313 GENERAL REQUIREMENTS

WHEREAS, the Rolla Planning and Zoning Commission did hold a public hearing following the provision of public notice pursuant to Section 42-142 and applicable state statutes; and

WHEREAS, the Rolla City Council did hold a public hearing(s); and

WHEREAS, based on the information received, including comments from the public, reports from city staff, the Rolla City Council did find that the requested action is in the best interest of the city:

NOW, THEREFORE, IT BE ORDAINED BY THE CITY COUNCIL OF THE CITY OF ROLLA, MISSOURI AS FOLLOWS:

SECTION 1: Section 42-120 “Building Permits” is hereby amended to remove sub-section #2 and renumber the remaining sub-section as needed.

SECTION 2: Section 42-313 “General Requirements” is hereby amended remove sub-section #5 and renumber the remaining sub-section as needed.

SECTION 3: Section 42-313 “General Requirements” sub-section #1 is hereby amended to read as follows:

1. Every parking and/or driving surface area shall be paved. Pavement shall conform to the City of Rolla Department of Public Works Standard Detail Drawings for parking lots or as approved for gravel surfaces herein.

SECTION 4: The provisions of this ordinance are severable and if any provision hereof is declared invalid, unconstitutional, or unenforceable, such determination shall not affect the validity of the remainder of this ordinance.

SECTION 5: This ordinance shall be in full force and effect from and after the date of its passage and approval.

PASSED BY THE CITY COUNCIL OF THE CITY OF ROLLA, MISSOURI AND APPROVED BY THE MAYOR THIS 1ST DAY OF JUNE 2026.

APPROVED:

ATTEST:

Mayor

City Clerk

APPROVED AS TO FORM:

City Counselor

Section 42-140 Building Permits.

1. It shall be unlawful to start the construction of a new building, structure, parking lot or sign or the enlargement or structural alteration of a building, structure, parking lot, or sign, without first filing a written application for and obtaining a building permit.
2. ~~Parking lots require review and a permit when expanding an existing lot to add more than five (5) parking spaces or adding an additional parking area that serves more than five (5) parking spaces on a developed property, or constructing a parking lot on an undeveloped property.~~
3. No building permit shall be issued unless a site plan is filed, drawn to scale and showing the location on the lot of the building, structure, parking lot, or sign to be erected, altered, or enlarged, along with the distances to the nearest property lines, locations of planned driveways, locations of planned utility service lines, stormwater facilities, etc., as may be applicable. Failure to provide complete and accurate information shall be good cause for the revocation of any such building permit.
4. Unless approved by the Board of Adjustment or the City Council, no building permit or certificate of occupancy shall be issued for any building, structure, parking lot, or sign where said construction, addition, or alteration thereof would be in violation of any of the provisions of this Chapter.
5. Any person owning, controlling, constructing, supervising or directing the construction of any building or structure in the process of construction which is incomplete at the time the land upon which it is situated is annexed to the City of Rolla shall apply to the Codes Administrator of the City of Rolla for a permit authorizing further work. Said construction work shall be suspended until the permit provided for herein has been issued or until final zoning regulations have been adopted, which permit the construction, use and occupancy of the structure or building.
6. No building permit shall be issued for and no building shall be erected on any lot unless the street giving access to the lot has been accepted by the City Council as a public street or meets the requirements as a private street or is permitted to be served by a private drive.
7. No building permit shall be issued for any building to be constructed in the path of any planned street or road, roadway improvement, intersection improvement, or designated utility corridor shown on the adopted Comprehensive Plan or Major Thoroughfare Plan, unless approved by the Planning and Zoning Commission. The Commission will evaluate the proposed building and improvement locations for suitable alternatives, conditions of approval, or deny the request if the Commission finds that permitting the construction would impair the objectives of the adopted plan.
8. Building permit applications may be considered to be abandoned after six (6) months after providing comments; or after six (6) months of notifying the applicant that the plans are approved and ready for payment and the building permit issued. Such abandoned plans and applications may be discarded.

Section 42-313 General Requirements.

1. Every ~~required~~ parking and/or driving surface area shall be paved. Pavement shall conform to the City of Rolla Department of Public Works Standard Detail Drawings for parking lots or as approved for gravel surfaces herein.

2. Areas used for storage, overflow parking areas, and access for uses which do not generate traffic such as telecommunications towers may use a gravel surface, if approved by the City Engineer.
3. A gravel surface may be approved for single-family uses by the City Engineer in locations where stormwater drainage will not wash the gravel; provided, that the portions of the driveway within fifty (50) feet of the right-of-way line is paved.
4. The following applies to one- and two-family residential uses:
 - a. Pavement. Vehicles and trailers, etc., may only be parked or stored on an approved surface. Pavement shall mean a durable, dust-free and hard material such as asphalt, concrete, or paving blocks.
Exception: Small utility trailers, no larger than twelve (12) feet (excluding the tongue), not visible from public view. At no time should such parking create a nuisance such as overgrown grass/weeds, dust, or harborage of vermin.
 - b. Location. Parking or storage of vehicles and trailers is permitted in all yards. For purposes of this Article, "yard" shall mean open space between buildings and property lines in the front, rear and sides of the property. Nothing in this Section shall be construed to prohibit temporary parking on any yard by:
 - 1) Commercial vehicles or construction equipment during the actual performance of a temporary service on the property where it is parked.
 - 2) A vehicle while making a pickup or delivery of property or merchandise.
 - 3) Emergency vehicles.
 - c. RV Parking. Recreational Vehicles (RVs), including both motorized and non-motorized RVs, may not be used for a living quarters. Temporary usage may be permitted for up to fourteen (14) days at a time to allow for guest visits. No commercial use such as rental of RVs or parking space for such is permitted. No permanent connection to utilities is permitted.
 - d. Access. Access to a parking or storage area from the street is permitted via an approved driveway or curb cut. Continued access from unapproved points is a zoning violation if such access may cause damage to the curbs, sidewalk, turf within the right-of-way, or turf in any yard open to public view.
 - e. Violation. Continued parking or storage of vehicles on a grass, dirt, or other unapproved surface is a zoning violation.
- ~~5. Pavement may include concrete, asphalt, chip and seal, engineered permeable pavement, or paver bricks.~~
6. Delineated parking spaces must conform to the following dimensional requirements:
 - a. Parking spaces generally must be a minimum of nine (9) feet in width and eighteen (18) feet in length.
 - b. Designated "Compact Only" parking spaces may be reduced in width to eight (8) feet and length to sixteen (16) feet.
 - c. Designated parking compliant with the Americans with Disabilities Act may use the width and length dimensions as specified in those regulations.
 - d. Designated parking for motorcycles/scooters must be a minimum of four and one-half (4.5) feet in width and eight (8) feet in length.
7. Parking designated for compact vehicles must have signage to designate them for compact vehicles and must be grouped together and located as close to the main entryway as possible.

Compact parking is not intended to be used to fill in excess areas within a parking lot. A maximum of ten percent (10%) of the total provided parking may be designated for compact vehicles.

8. All required parking must be demarcated by paint, change in pavement material or color, delineators, or some other means which clearly defines the area of each parking space. Storage, display, and overflow parking areas are not required to be demarcated.
9. All required parking must be located on the property for which the parking is required, or may be located on property which is adjacent, across the street, or within two hundred (200) feet of the subject property, provided that off-site parking areas are zoned for non-residential uses.
10. Parking which is compliant with the Americans with Disabilities Act (ADA) or related guidance from the Department of Justice must be provided. For convenience, the requirements for the number of required spaces at the time of the adoption of these zoning regulations is provided below:

Total Number of Parking Spaces in Parking Facility (Lot or Garage)	Minimum Total Number of Accessible Parking Spaces Required	Minimum Number of Van Accessible Sparking Spaces
1 — 25	1	1
26 — 50	2	1
51 — 75	3	1
76 — 100	4	1
101 — 150	5	1
151 — 200	6	1
201 — 300	7	2
301 — 400	8	2
401 — 500	9	2
501 — 1,000	2% of total	1 of every 6 required ADA spaces
1,001 and over	20, plus 1 for each 100, or fraction thereof, over 1,000	1 of every 6 required ADA spaces

11. ADA compliant parking must be designated with signage, per the ADA requirements.
12. Overflow parking may be permitted for certain uses and for temporary events.
 - a. Permanent gravel overflow parking lots may be established for uses such as churches or event centers which would utilize the overflow area not more than an average of once per week each month. Overflow parking lots must use a dustless gravel to reduce impacts to surrounding properties. Overflow parking is not permitted as a primary use on a property.
 - b. Temporary grass overflow parking may be used for temporary events such as a festival or concert which may occur not more than four (4) consecutive days once per month or ten (10) consecutive days once per year.
13. Loading docks are not permitted to be arranged in such a way that the utilization of the docks would block any sidewalks, alleyways, or streets.

City of Rolla, Missouri

Basic Financial Statements
Year Ended September 30, 2024

KPM
CPAS & ADVISORS

Table of Contents

Independent Auditors' Report	4
Management's Discussion and Analysis	8
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	16
Statement of Activities.....	18
Fund Financial Statements	
Governmental Funds	
Balance Sheet	20
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	22
Statement of Revenues, Expenditures, and Changes in Fund Balances	23
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	25
Proprietary Funds	
Statement of Net Position	26
Statement of Revenues, Expenses, and Changes in Net Position	27
Statement of Cash Flows	28
Notes to the Financial Statements	30
Required Supplementary Information	
Budgetary Comparison Schedules	
General Fund.....	74
Street Fund.....	76
Recreation Center Fund	77
American Rescue Plan Act Fund	78
Parks Fund.....	79
Airport Fund.....	80
Cemetery Fund.....	81
Park Land Reserve Fund.....	82
Notes to the Budgetary Comparison Schedules.....	83
Schedule of Changes in Net Pension Asset and Related Ratios	84
Schedule of Contributions	86
Notes to the Schedule of Contributions.....	87
Schedule of Changes in Total OPEB Liability and Related Ratios	88

Other Reporting Requirements

Independent Auditors' Report on Internal Control over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial
Statements Performed in Accordance with *Government Auditing Standards* 90

Independent Auditors' Report on Compliance for Each Major Program and on Internal
Control over Compliance Required by the Uniform Guidance 92

Schedule of Expenditures of Federal Awards 95

Notes to the Schedule of Expenditures of Federal Awards 96

Schedule of Findings and Questioned Costs 97

Summary Schedule of Prior Audit Findings 98



Honorable Mayor and City Council
City of Rolla
Rolla, Missouri

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, and each major fund of the City of Rolla, Missouri, as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, and each major fund of the City of Rolla, Missouri, as of September 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is 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 Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 3, 2026, 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 the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

KPM CPAs, LLC

KPM CPAs, LLC
Springfield, Missouri
April 3, 2026

Management's Discussion and Analysis

City of Rolla

Management's Discussion and Analysis

September 30, 2024

The management's discussion and analysis of the City of Rolla, Missouri's financial performance provides an overview of the City's financial activities for the fiscal year ended September 30, 2024. Please read it in conjunction with the City's financial statements.

Financial Highlights

The net position of the City's governmental activities decreased by \$508,841 for the year as a result of current year activities. The net position of the City's business-type activities increased by \$1,369,483 for the year.

Total assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflow of resources as of September 30, 2024, by \$130.4 million (net position) (up from \$129.5 million in fiscal year 2023). Of this amount, \$11.5 million was unrestricted and may be used to meet future obligations of the City.

Total value of new building construction for fiscal year 2024 was \$38,604,308 compared to \$27,683,224 in fiscal year 2023. Overall, 33 new housing units were added in 2024. Detached single family home construction remains slow (13).

The City sales tax rate of 2.25% is distributed amount the General Fund (1%), the Street Fund (.5% for transportation and .5% for capital improvements) and the Parks Fund (.25%). In fiscal year 2024, the City had \$15,277,724 in total gross sales and use tax revenues, a 2.94% increase from fiscal year 2023. The Westside Market Place and Kohl's TIF projects redirect 75% and 50% respectively of the sales taxes generated from those developments towards extraordinary development costs and the elimination of blighted conditions. In FY 2024, \$760,730 was transferred from total sales tax receipts to those development projects.

As of September 30, 2024, the City's governmental funds reported combined fund balances of \$17,249,208.

As of September 30, 2024, the unassigned fund balance for the General Fund was \$6,759,399.

Using this Annual Report

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

Government-Wide Financial Statements

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

City of Rolla

Management's Discussion and Analysis

September 30, 2024

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

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

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

Fund Financial Statements

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

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

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

Notes to the Basic Financial Statements

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

City of Rolla

Management's Discussion and Analysis

September 30, 2024

Government-Wide Financial Analysis

Net Position

The following table presents the condensed Statement of Net Position for the City as of September 30, 2024 and 2023:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total September 30, 2024</u>	<u>Total September 30, 2023</u>
Assets				
Current and other assets	\$ 24,988,921	\$ 8,024,226	\$ 33,013,147	\$ 34,121,637
Capital assets	<u>93,587,679</u>	<u>47,848,887</u>	<u>141,436,566</u>	<u>143,455,209</u>
Total Assets	118,576,600	55,873,113	174,449,713	177,576,846
Deferred Outflows of Resources	4,655,269	781,102	5,436,371	3,847,884
Liabilities				
Other liabilities	5,990,230	2,703,921	8,694,151	10,475,294
Long-term liabilities	<u>12,567,890</u>	<u>25,698,375</u>	<u>38,266,265</u>	<u>38,653,070</u>
Total Liabilities	18,558,120	28,402,296	46,960,416	49,128,364
Deferred Inflows of Resources	2,021,403	523,228	2,544,631	2,775,971
Net Position				
Net investment in capital assets	87,185,944	22,199,147	109,385,091	108,812,553
Restricted	7,293,576	2,176,778	9,470,354	18,962,234
Unrestricted	<u>8,172,826</u>	<u>3,352,766</u>	<u>11,525,592</u>	<u>1,745,608</u>
Total Net Position	<u>\$ 102,652,346</u>	<u>\$ 27,728,691</u>	<u>\$ 130,381,037</u>	<u>\$ 129,520,395</u>

Total net position of the City increased by \$860,642 due to current year activity. Total liabilities for the City decreased \$2,167,949. The City's long-term liabilities decreased \$386,805. Restricted net position of the City totaled \$9,470,354 as of September 30, 2024. This amount represents balances that are restricted for police seizures and forfeitures, economic development, capital improvements, and debt service.

City of Rolla

Management's Discussion and Analysis

September 30, 2024

Changes in Net Position

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total Year Ended September 30, 2024</u>	<u>Total Year Ended September 30, 2023</u>
Revenues				
Program Revenues				
Charges for services	\$ 4,121,846	\$ 10,289,159	\$ 14,411,005	\$ 14,538,129
Operating grants and contributions	383,545	-	383,545	1,126,872
Capital grants and contributions	521,449	98,680	620,129	733,281
General Revenues				
Property taxes	1,388,517	-	1,388,517	1,365,156
Sales taxes	14,181,005	-	14,181,005	13,780,701
Motor vehicle and gas taxes	1,057,017	-	1,057,017	1,023,257
Payment in lieu of taxes	1,606,003	-	1,606,003	1,527,752
Other taxes	594,542	-	594,542	561,824
Franchise taxes	312,212	-	312,212	386,606
Interest	358,852	95,956	454,808	533,622
Intergovernmental revenues not restricted to specific programs	553,735	-	553,735	-
Other revenue	113,094	93,332	206,426	388,979
Transfers	670,669	(670,669)	-	-
Total Revenues	<u>25,862,486</u>	<u>9,906,458</u>	<u>35,768,944</u>	<u>35,966,179</u>
Expenses				
General and administrative	2,056,820	-	2,056,820	1,671,217
Court	138,713	-	138,713	129,523
Public safety	11,703,179	-	11,703,179	10,249,602
Public works and maintenance	6,893,629	-	6,893,629	6,496,745
Community and economic development	574,683	-	574,683	649,972
Parks and recreation	3,025,490	-	3,025,490	2,885,047
Airport	1,339,029	-	1,339,029	1,347,882
Library	438,592	-	438,592	397,782
Cemetery	12,767	-	12,767	-
Interest and fees on long-term debt	188,425	-	188,425	138,039
Sewer	-	4,324,468	4,324,468	4,154,773
Environmental services	-	4,212,507	4,212,507	3,750,113
Total Expenses	<u>26,371,327</u>	<u>8,536,975</u>	<u>34,908,302</u>	<u>31,870,695</u>
<i>Increase (Decrease) in Net Position</i>	<u>\$ (508,841)</u>	<u>\$ 1,369,483</u>	<u>\$ 860,642</u>	<u>\$ 4,095,484</u>

City of Rolla

Management's Discussion and Analysis

September 30, 2024

Governmental Activities

Governmental activities decreased the net position of the City by \$508,841. Tax revenues for the City were \$19.1 million, which represents 74% of the funding of these activities. Program revenues for the functions totaled \$5,026,840 or 19% of the funding. The following table shows the cost of the City's programs as well as each program's net cost (total cost less revenues generated by the activities). The net cost shows the financial burden that was placed on the taxpayers by each of these functions.

Net Cost of the City of Rolla's Governmental Activities

	Total Cost of Services	Net Cost of Services
General government	\$ 2,056,820	\$ 2,045,836
Court	138,713	138,713
Public safety	11,703,179	8,993,975
Public works and maintenance	6,893,629	6,462,495
Community and economic development	574,683	336,330
Parks and recreation	3,025,490	2,616,795
Airport	1,339,029	563,069
Other governmental activities	451,359	(1,151)
Interest and fees on long-term debt	188,425	188,425
	<u>\$ 26,371,327</u>	<u>\$ 21,344,487</u>

Business-Type Activities

Business-type activities increased the City's net position by \$1,369,483.

Financial Analysis of the City's Funds

The focus of the City's governmental funds is to provide information on inflows and balances of available expendable resources. Such information is useful in assessing the City's financing requirements. In particular, unrestricted fund balance may serve as a useful measure of a government's net resources available for pending at the end of the fiscal year.

At September 30, 2024, the General Fund's fund balance was \$7,038,276. This was a decrease of \$277,027 or 4% from the prior year fund balance.

Changes for fund balances for other major governmental funds are as follows:

- The Street Fund increased by \$884,716 from the prior year.
- The Recreation Center Fund increased \$277,148 from the prior year.
- The American Rescue Plan Act (ARPA) Fund is used to account for funding received under the American Rescue Plan Act. The City has received \$4,128,682 to be used for eligible purposes of the funding. The City expended \$553,735 during FY 2024 for eligible purposes.
- The Parks Fund decreased \$411,488 from the prior year.

City of Rolla

Management's Discussion and Analysis

September 30, 2024

- The Airport Fund decreased by \$26,043 from the prior year.
- The Cemetery Fund increased \$15,945 from the prior year.
- The Park Land Reserve Fund decreased by \$13,788 from the prior year.

General Fund Budgetary Highlights

Revenues

The original General Fund budget had total budgeted revenues of \$13,851,835. Actual revenues were \$14,618,001. The City amended the budget for revenues for sales tax and other intergovernmental revenues in order to better reflect actual revenues.

Expenditures

The original General Fund budget had total budgeted expenditures of \$14,509,396. Actual expenditures were \$14,468,643. The City amended budgeted expenditures for the fire department due to unexpected expenditures during the year.

Capital Assets and Debt Administration

Capital Assets

Capital assets of the governmental activities were \$93.6 million, net of accumulated depreciation, as of September 30, 2024. This represents a \$1.1 million net decrease from the prior year. The net decrease is due to the cost of depreciation outweighing the cost of new added capital assets in the current year. The majority of the additions to governmental capital assets were \$1,985,405 of machinery and equipment and \$1,003,959 of infrastructure added.

Capital assets for business-type activities were \$47.8 million, net of accumulated depreciation, as of September 30, 2024. This represents a net decrease of \$911,708 from the prior year. The net decrease is due to the cost depreciation outweighing the cost of newly added capital assets in the current year. The majority of business-type capital additions during the year was \$1,208,606 of sewer collection system.

Long-term Debt

Total long-term debt of the governmental activities as of September 30, 2024, was \$6.4 million, which is down \$1.1 million from the prior year. The decrease is due to principal payments made on outstanding debt.

Total long-term debt of the business-type activities as of September 30, 2024, was \$25.6 million, which is a decrease of \$1.5 million from the prior year. The decrease is primarily due to principal payments made on outstanding debt during the year.

Economic Factors and Next Year's Budget

City spending patterns will continue to require a conservative approach to provide sufficient resources for increased cost of operations and competitive employee compensation. The local and regional economy is solid with some limited revenue growth. The addition of new commercial enterprises, new housing starts and continued investment by MO S&T and Phelps Health in FY 2024 will continue to support local spending despite the loss of Royale Canine.

City of Rolla

Management's Discussion and Analysis

September 30, 2024

- Economic Development -- Since 2004 the City Council has contracted with the Rolla Regional Economic Commission for development opportunities. The 2024 contractual contribution was \$40,000. The Westside MarketPlace and spin off retail businesses activity has been solid. The Westside MarketPlace project included both TIF (Tax Increment Financing) and TDD (Transportation Development District) financing to assist in development. The City continues to monitor its first TIF redevelopment project with Kohl's which opened in March 2012. The City and Associated Wholesale Grocers successfully negotiated a CID (Community Improvement District) for the redevelopment of the Forum Plaza in 2015 resulting in a new, large grocery store (Price Chopper) and a redevelopment of the entire Plaza. A 1% CID was imposed in the Forum Plaza to help eliminate blighting conditions. Continued growth at Phelps Health, Missouri S&T and Hartmann US has greatly contributed to recent growth.
- To address traffic congestion and to enhance transportation safety along the City's primary routes the City and County initiated the MoveRolla Transportation Strategy culminating in the formation of a 1 cent TDD sales tax overlay district over much of the City's commercial corridors. The Move Rolla TDD was approved by a vote of the effected property owners in late 2016 and approved in formation in early 2017. The sales tax receipts were pledged against transportation bonds of \$36,470,000 for a number of major transportation improvements including the Hwy. 72 extension, a new pedestrian bridge over I-44, the redevelopment of Kingshighway and completion of the University Drive realignment (Tim Bradley Way and Hwy 63 roundabout).
- The City's self-funded health insurance program ended calendar year 2024 with employee contributions covering approximately 33.89% of all medical costs due to significant increases in out-of-pocket expenses and annual premium increases, in conjunction with slower payment processing and increased stop loss reimbursements. This percentage is made up of premiums withheld from payroll, co-payments, and deductibles paid by employees.
- A consolidated public services facility was initiated in February 2013. The completion of Phase II of that project in 2022 included the construction of a new Public Works Facility for street and traffic crews. The relocation of the Street Shop and Yard from Sharp Road will allow an opportunity to redevelop this property.
- The City initiated fund-raising efforts to relocate and build a new Rolla Animal Shelter. A substantial donation from Mr. Bob Eck (\$441,000) in 2013 kicked off a formal fundraising effort. As of September 2024, the Community has donated total funds in excess of \$875,000 – approximately half of the projected cost. The City has completed Phase 2 in 2024 – the building shell and interior walls.
- In August 2024 the Rolla voters approved an increase in the "lodging tax" from 3% to 5% to further enhance tourism related activities including sports tourism, the arts, and conference opportunities.
- In April 2024 the Rolla voters approved a 3% tax on marijuana sales inside the city limits. Estimated to generate \$200,000 - \$250,000 per year for general city activities.

City of Rolla

Management's Discussion and Analysis

September 30, 2024

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Finance Director
City of Rolla
910 North Elm
Rolla, Missouri 65401
Telephone: 573-426-6980

RMU issues a complete set of financial statements that are more detailed than the data presented herein. Copies of the separately issued RMU statements can be obtained by contacting RMU at:

Rolla Municipal Utilities
102 W. 9th Street
Rolla, MO 65401
Telephone: 573-364-1572

City of Rolla

Statement of Net Position

September 30, 2024

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Rolla Municipal Utilities
Assets				
Current				
Cash and cash equivalents	\$ 7,877,289	\$ 4,784,346	\$ 12,661,635	\$ 30,787,380
Restricted cash and cash equivalents	9,356,053	-	9,356,053	-
Investments	863,281	-	863,281	-
Restricted investments	149,786	-	149,786	-
Taxes receivable	3,035,277	-	3,035,277	-
Utilities receivable, net	-	1,556,723	1,556,723	5,604,911
Other accounts receivable	335,605	-	335,605	79,945
Court fines receivable, net	77,924	-	77,924	-
Intergovernmental receivable	350,931	-	350,931	-
Leases receivable	42,650	-	42,650	31,581
Inventory	31,683	-	31,683	2,568,220
Prepaid items	31,264	-	31,264	350,838
Total Current Assets	22,151,743	6,341,069	28,492,812	39,422,875
Noncurrent				
Restricted cash and cash equivalents	-	818,110	818,110	-
Net pension asset	2,796,987	865,047	3,662,034	1,514,704
Leases receivable	40,191	-	40,191	731,721
Capital assets				
Non-depreciable	19,327,404	1,863,997	21,191,401	3,057,029
Depreciable, net	74,260,275	45,984,890	120,245,165	30,362,719
Total Capital Assets	93,587,679	47,848,887	141,436,566	33,419,748
Total Noncurrent Assets	96,424,857	49,532,044	145,956,901	35,666,173
Total Assets	118,576,600	55,873,113	174,449,713	75,089,048
Deferred Outflows of Resources				
Deferred pension outflows	3,716,546	528,306	4,244,852	2,532,061
Deferred OPEB outflows	938,723	252,796	1,191,519	73,334
Total Deferred Outflows of Resources	4,655,269	781,102	5,436,371	2,605,395
Liabilities				
Current				
Accounts payable	1,231,385	655,541	1,886,926	3,483,996
Accrued expenses	696,483	117,503	813,986	98,744
Court bonds payable	4,103	-	4,103	-
Police evidence payable	21,682	-	21,682	-
Refundable deposits	40,274	-	40,274	1,948,538
Unearned revenue	2,204,002	-	2,204,002	-
Accrued interest payable	33,282	74,625	107,907	2,665
Current maturities of compensated absences	807,805	131,852	939,657	200,552
Current maturities of long-term debt	951,214	1,724,400	2,675,614	77,327
Total Current Liabilities	5,990,230	2,703,921	8,694,151	5,811,822
Long-term liabilities				
OPEB liability	6,578,833	1,685,135	8,263,968	407,783
Compensated absences	538,536	87,900	626,436	107,989
Long-term debt due in more than one year	5,450,521	23,925,340	29,375,861	-
Total Long-Term Liabilities	12,567,890	25,698,375	38,266,265	515,772
Total Liabilities	18,558,120	28,402,296	46,960,416	6,327,594

City of Rolla

Statement of Net Position

September 30, 2024

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Rolla Municipal Utilities
Deferred Inflows of Resources				
Deferred lease inflows	80,477	-	80,477	727,015
Deferred pension inflows	264,097	34,685	298,782	92,719
Deferred OPEB inflows	1,676,829	488,543	2,165,372	108,892
Rate stabilization	-	-	-	720,000
Total Deferred Inflows of Resources	<u>2,021,403</u>	<u>523,228</u>	<u>2,544,631</u>	<u>1,648,626</u>
Net Position				
Net investment in capital assets	87,185,944	22,199,147	109,385,091	33,342,421
Restricted	7,293,576	2,176,778	9,470,354	3,954,046
Unrestricted	8,172,826	3,352,766	11,525,592	32,421,756
Total Net Position	<u>\$ 102,652,346</u>	<u>\$ 27,728,691</u>	<u>\$ 130,381,037</u>	<u>\$ 69,718,223</u>

City of Rolla

Statement of Activities

Year Ended September 30, 2024

Functions/Programs	Program Revenues			Net (Expenses), Revenues, and Changes in Net Position			Component Unit	
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total	Rolla	
							Municipal	Utilities
Primary Government								
Governmental activities								
Administrative	\$ (846,496)	\$ 4,984	\$ -	\$ (841,512)	\$ -	\$ (841,512)	\$ -	\$ -
Administrator	(303,953)	-	-	(303,953)	-	(303,953)	-	-
Finance	(830,303)	6,000	-	(824,303)	-	(824,303)	-	-
Legal services	(76,068)	-	-	(76,068)	-	(76,068)	-	-
City court	(138,713)	-	-	(138,713)	-	(138,713)	-	-
911 telecommunications	(1,533,486)	1,507,305	-	(26,181)	-	(26,181)	-	-
Animal Shelter	(225,623)	5,872	30,613	(189,138)	-	(189,138)	-	-
Police	(5,356,926)	130,940	305,710	(4,920,276)	-	(4,920,276)	-	-
Fire	(4,587,144)	687,832	40,932	(3,858,380)	-	(3,858,380)	-	-
Building maintenance	(119,425)	-	-	(119,425)	-	(119,425)	-	-
Community development	(518,016)	233,353	-	(284,663)	-	(284,663)	-	-
Library	(438,592)	439,580	-	988	-	988	-	-
Economic development	(56,667)	5,000	-	(51,667)	-	(51,667)	-	-
Public works	(6,774,204)	356,683	74,451	(6,343,070)	-	(6,343,070)	-	-
Parks and recreation	(3,025,490)	183,155	6,290	(2,616,795)	-	(2,616,795)	-	-
Airport	(1,339,029)	548,212	227,748	(563,069)	-	(563,069)	-	-
Cemetery	(12,767)	12,930	-	163	-	163	-	-
Debt service - interest and fees	(188,425)	-	-	(188,425)	-	(188,425)	-	-
Total Governmental Activities	(26,371,327)	4,121,846	383,545	(21,344,487)	-	(21,344,487)	-	-
Business-Type Activities								
Sewer	(4,324,468)	5,634,489	98,680	-	1,408,701	1,408,701	-	-
Environmental services	(4,212,507)	4,654,670	-	-	442,163	442,163	-	-
Total Business-Type Activities	(8,536,975)	10,289,159	98,680	-	1,850,864	1,850,864	-	-
Total Primary Government	\$ (34,908,302)	\$ 14,411,005	\$ 383,545	(21,344,487)	1,850,864	(19,493,623)	-	-

See accompanying Notes to the Financial Statements

City of Rolla

Statement of Activities

Year Ended September 30, 2024

	Program Revenues			Net (Expenses), Revenues, and Changes in Net Position			
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Unit
				Governmental Activities	Business-Type Activities	Total	Rolla Municipal Utilities
	<u>\$ (33,547,315)</u>	<u>\$ 32,860,294</u>	<u>\$ -</u>				<u>(620,367)</u>
General Revenues							
Property taxes				1,388,517	-	1,388,517	-
Sales taxes				14,181,005	-	14,181,005	-
Motor vehicle and gas taxes				1,057,017	-	1,057,017	-
Payment in lieu of taxes				1,606,003	-	1,606,003	-
Other taxes				594,542	-	594,542	-
Franchise taxes				312,212	-	312,212	-
Interest income				358,852	95,956	454,808	1,207,744
Intergovernmental revenues not restricted to specific program				553,735	-	553,735	-
Gain on disposal of assets				76,837	-	76,837	155,663
Other revenue				36,257	93,332	129,589	359,311
Transfers				670,669	(670,669)	-	-
Total General Revenues and Transfers				<u>20,835,646</u>	<u>(481,381)</u>	<u>20,354,265</u>	<u>1,722,718</u>
<i>Changes in Net Position</i>				(508,841)	1,369,483	860,642	1,102,351
Net Position, Beginning of Year, as Previously Reported				103,161,187	26,359,208	129,520,395	67,869,110
Accounting Correction				-	-	-	746,762
Net Position, Beginning of Year, as Restated				<u>103,161,187</u>	<u>26,359,208</u>	<u>129,520,395</u>	<u>68,615,872</u>
Net Position, End of Year				<u>\$ 102,652,346</u>	<u>\$ 27,728,691</u>	<u>\$ 130,381,037</u>	<u>\$ 69,718,223</u>

Component Unit
Rolla Municipal Utilities
Utilities

See accompanying Notes to the Financial Statements

City of Rolla

Balance Sheet – Governmental Funds

September 30, 2024

	General Fund	Special Revenue Funds							Total Governmental Funds
		Street Fund	Recreation Center Fund	ARPA Fund	Parks Fund	Airport Fund	Cemetery Fund	Park Land Reserve Fund	
Assets									
Cash and cash equivalents	\$ 5,392,521	\$ 1,307,475	\$ 455	\$ -	\$ 34,279	\$ 189,963	\$ 17,483	\$ 1,316	\$ 6,943,492
Investments	-	510,384	-	-	-	-	352,897	-	863,281
Taxes receivable	1,713,162	1,049,649	18	-	272,448	-	-	-	3,035,277
Court fines receivables, net	77,924	-	-	-	-	-	-	-	77,924
Other receivables	299,038	28,660	205	-	-	7,702	-	-	335,605
Intergovernmental receivable	47,907	150,500	-	-	7,000	-	-	-	205,407
Leases receivable	-	-	-	-	-	82,841	-	-	82,841
Prepaid expenses	17,817	12,886	-	-	561	-	-	-	31,264
Inventory	-	-	-	-	-	31,683	-	-	31,683
Restricted cash and cash equivalents	115,377	-	-	-	-	-	-	-	-
Restricted investments	149,786	8,508,497	-	-	-	-	-	-	9,356,053
Total Assets	\$ 7,813,532	\$ 11,568,051	\$ 678	\$ 732,179	\$ 314,288	\$ 312,189	\$ 370,380	\$ 1,316	\$ 21,112,613
Liabilities									
Accounts payable	\$ 291,843	\$ 476,775	\$ -	\$ 4,158	\$ 36,165	\$ 825	\$ 4,750	\$ -	\$ 814,516
Accrued expenses	415,486	220,027	718	-	51,396	8,856	-	-	696,483
Court bonds payable	4,103	-	-	-	-	-	-	-	4,103
Police evidence payable	21,682	-	-	-	-	-	-	-	21,682
Refundable deposits	40,274	-	-	-	-	-	-	-	40,274
Unearned revenue	-	1,498,823	-	705,179	-	-	-	-	2,204,002
Total Liabilities	773,388	2,195,625	718	709,337	87,561	9,681	4,750	-	3,781,060
Deferred Inflows of Resources									
Special assessments	1,868	-	-	-	-	-	-	-	1,868
Deferred lease inflows	-	-	-	-	-	80,477	-	-	80,477
Total Deferred Inflows of Resources	1,868	-	-	-	-	80,477	-	-	82,345

See accompanying Notes to the Financial Statements

City of Rolla

Balance Sheet – Governmental Funds

September 30, 2024

	General Fund	Street Fund	Special Revenue Funds					Total Governmental Funds	
			Recreation Center Fund	ARPA Fund	Parks Fund	Airport Fund	Cemetery Fund		Park Land Reserve Fund
Nonspendable									
Prepaid items	17,817	12,886	-	-	561	-	-	-	31,264
Inventory	-	-	-	-	-	31,683	-	-	31,683
Restricted for									
Police	40,213	-	-	-	-	-	-	-	40,213
Animal shelter	104,472	-	-	-	-	-	-	-	104,472
Economic development	116,375	-	-	-	-	-	-	-	116,375
Street	-	7,009,674	-	-	-	-	-	-	7,009,674
COVID-19 recovery	-	-	-	22,842	-	-	-	-	22,842
Assigned to									
Street	-	2,349,866	-	-	-	-	-	-	2,349,866
Parks and recreation	-	-	-	-	226,166	-	-	-	226,166
Airport	-	-	-	-	-	190,348	-	-	190,348
Cemetery	-	-	-	-	-	-	365,630	-	365,630
Park land reserve	-	-	-	-	-	-	-	1,316	1,316
Unassigned	6,759,399	-	(40)	-	-	-	-	-	6,759,359
Total Fund Balances (Deficit)	7,038,276	9,372,426	(40)	22,842	226,727	222,031	365,630	1,316	17,249,208
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 7,813,532	\$ 11,568,051	\$ 678	\$ 732,179	\$ 314,288	\$ 312,189	\$ 370,380	\$ 1,316	\$ 21,112,613

See accompanying Notes to the Financial Statements

City of Rolla

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

September 30, 2024

Fund balance - total governmental funds	\$ 17,249,208
Capital assets and right-of-use assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:	
Governmental capital assets	178,460,296
Less accumulated depreciation	(84,872,617)
	93,587,679
The net pension asset and deferred costs are not available to pay for current period expenditures and, therefore, are not reported in the funds:	
Net pension asset	2,796,987
Deferred outflows due to pensions	3,716,546
Deferred inflows due to pensions	(264,097)
	6,249,436
The net OPEB liability and deferred costs are not available to pay for current period expenditures and, therefore, are not reported in the funds:	
Net OPEB liability	(6,578,833)
Deferred outflows due to OPEB	938,723
Deferred inflows due to OPEB	(1,676,829)
	(7,316,939)
Internal Service Funds are used by management to charge the costs of insurance to individual funds. The assets and liabilities of the Internal Service Fund are included in governmental activities in the statement of net position	
	662,452
Certain revenues are not available to pay for current period expenditures and therefore are reported as unavailable revenue in the governmental funds	
	1,868
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due	
	(33,282)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds	
	(7,748,076)
Net position of governmental activities	\$ 102,652,346

City of Rolla

Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds Year Ended September 30, 2024

	General Fund	Special Revenue Funds							Total Governmental Funds
		Street Fund	Recreation Center Fund	ARPA Fund	Parks Fund	Airport Fund	Cemetery Fund	Park Land Reserve Fund	
Revenues									
Taxes	\$ 11,042,589	\$ 6,584,458	\$ 129	\$ -	\$ 1,483,287	\$ -	\$ -	\$ -	\$ 19,110,463
Licenses and permits	265,920	-	-	-	-	-	-	-	265,920
Intergovernmental	2,927,161	-	-	553,735	219,250	227,748	-	-	3,927,894
Charges for services	60,181	258,125	7,268	-	183,093	548,212	12,830	-	1,069,709
Fines and forfeitures	123,303	-	-	-	-	-	-	-	123,303
Interest income	121,581	185,314	-	18,303	15,879	1,662	7,765	143	350,647
Miscellaneous	77,266	99,051	-	-	7,000	142	100	540	184,099
Total Revenues	14,618,001	7,126,948	7,397	572,038	1,908,509	777,764	20,695	683	25,032,035
Expenditures									
Current									
Administrative	604,630	-	-	99,379	-	-	-	-	704,009
Administrator	300,448	-	-	-	-	-	-	-	300,448
Finance	694,908	-	-	127,547	-	-	-	-	822,455
Legal services	76,068	-	-	-	-	-	-	-	76,068
City court	133,846	-	-	-	-	-	-	-	133,846
911 telecommunications	1,485,430	-	-	-	-	-	-	-	1,485,430
Animal Shelter	199,189	-	-	-	-	-	-	-	199,189
Police	4,727,731	-	-	-	-	-	-	-	4,727,731
Fire	3,929,853	-	-	-	-	-	-	-	3,929,853
Building maintenance	115,218	-	-	-	-	-	-	-	115,218
Community development	482,619	-	-	-	-	-	-	-	482,619
Library	424,094	-	-	-	-	-	-	-	424,094
Economic development	40,176	-	-	-	-	-	-	-	40,176
Public works	-	4,022,797	-	-	-	-	-	-	4,022,797
Parks and recreation	-	-	708,134	-	1,661,176	-	-	-	2,369,310
Airport	-	-	-	-	-	708,892	-	-	708,892
Cemetery	-	-	-	-	-	-	4,750	-	4,750
Capital outlay	701,376	1,481,462	151,507	94,627	819,226	243,375	-	32,503	3,524,076
Debt service									
Principal	430,018	422,901	49,680	-	23,891	93,187	-	-	1,019,677
Interest and fees	123,039	91,802	9,387	-	2,604	13,953	-	-	240,785
Total Expenditures	14,468,643	6,018,962	918,708	321,553	2,506,897	1,059,407	4,750	32,503	25,331,423
<i>Excess (Deficit) of Revenues Over Expenditures</i>	149,358	1,107,986	(911,311)	250,485	(598,388)	(281,643)	15,945	(31,820)	(299,388)

See accompanying Notes to the Financial Statements

City of Rolla

Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds Year Ended September 30, 2024

	General Fund	Special Revenue Funds							Total Governmental Funds
		Street Fund	Recreation Center Fund	ARPA Fund	Parks Fund	Airport Fund	Cemetery Fund	Park Land Reserve Fund	
Other Financing Sources (Uses)									
Proceeds from sale of assets	50,006	25,661	-	-	-	3,000	-	-	78,667
Transfers in	480,100	285,569	1,188,459	186,900	300,000	-	-	18,032	2,459,060
Transfers (out)	(956,491)	(534,500)	-	(250,000)	(47,400)	-	-	-	(1,788,391)
Total Other Financing Sources (Uses)	(426,385)	(223,270)	1,188,459	(250,000)	255,600	-	-	18,032	749,336
<i>Net Change in Fund Balances</i>	(277,027)	884,716	277,148	485	(411,488)	(26,043)	15,945	(13,788)	449,948
Fund Balances (Deficit), Beginning of Year	7,315,303	8,487,710	(277,188)	22,357	638,215	248,074	349,685	15,104	16,799,260
Fund Balances (Deficit), End of Year	\$ 7,038,276	\$ 9,372,426	\$ (40)	\$ 22,842	\$ 226,727	\$ 222,031	\$ 365,630	\$ 1,316	\$ 17,249,208

See accompanying Notes to the Financial Statements

City of Rolla

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

Year Ended September 30, 2024

Net change in fund balances - total governmental funds	\$ 449,948
Amounts reported for governmental activities in the statement of activities are different because:	
Internal Service Fund receipts and disbursements are included in the statement of activities.	(3,137)
Governmental funds report capital outlays as expenditures; however in the statement of activities, these costs are allocated over their estimated useful lives as depreciation:	
Capital outlay	3,524,076
Depreciation	(4,629,181)
Net book value of assets disposed of	(1,830)
	(1,106,935)
The issuance of long-term debt provides current financial resources to governmental funds. The repayment of principal on long-term debt is a use of current financial resources of governmental funds. In the statement of activities, interest is accrued on outstanding leases whereas in the governmental funds, an interest expenditure is reported when due. Also, governmental funds report the effect of losses on bond refunding's when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The details of these differences are as follows:	
Repayment of principal on financed purchases and bonds	1,102,788
Change in accrued interest payable	7,916
	1,110,704
Revenue in the statement of activities that does not provide current financial resources is not reported in revenue in the funds until it is available	290
Some expenditures reported in the governmental funds represent the use of current financial resources and were recognized in the statement of activities when incurred:	
Change in pension related costs	(446,038)
Change in OPEB related costs	(418,594)
Change in compensated absences	(95,079)
	(959,711)
Change in net position of governmental activities	\$ (508,841)

City of Rolla

Statement of Net Position – Proprietary Funds

September 30, 2024

	Business-Type Activities			Governmental
	Enterprise Funds			Activities
	Sewer Fund	Environmental Services Fund	Total	Internal Service Fund
Assets				
Current Assets				
Cash and cash equivalents	\$ 2,391,828	\$ 2,392,518	\$ 4,784,346	\$ 933,797
Utilities receivable, net	993,580	563,143	1,556,723	-
Intergovernmental receivable	-	-	-	145,524
Total Current Assets	3,385,408	2,955,661	6,341,069	1,079,321
Noncurrent Assets				
Restricted cash and cash equivalents	818,110	-	818,110	-
Net pension asset	339,259	525,788	865,047	-
Capital assets				
Non-depreciable	1,013,521	850,476	1,863,997	-
Depreciable, net	43,354,147	2,630,743	45,984,890	-
Total Noncurrent Assets	45,525,037	4,007,007	49,532,044	-
Total Assets	48,910,445	6,962,668	55,873,113	1,079,321
Deferred Outflows of Resources				
Deferred pension outflows	207,194	321,112	528,306	-
Deferred OPEB outflows	95,945	156,851	252,796	-
Total Deferred Outflow of Resources	303,139	477,963	781,102	-
Liabilities				
Current				
Accounts payable	500,603	154,938	655,541	416,869
Accrued expenses	46,272	71,231	117,503	-
Accrued interest payable	74,625	-	74,625	-
Current maturities of compensated absences	44,308	87,544	131,852	-
Current maturities of long-term debt	1,724,400	-	1,724,400	-
Total Current Liabilities	2,390,208	313,713	2,703,921	416,869
Long-Term Liabilities				
OPEB liability	606,242	1,078,893	1,685,135	-
Compensated absences	29,538	58,362	87,900	-
Long-term debt due in more than one year	23,925,340	-	23,925,340	-
Total Long-Term Liabilities	24,561,120	1,137,255	25,698,375	-
Total Liabilities	26,951,328	1,450,968	28,402,296	416,869
Deferred Inflows of Resources				
Deferred pension inflows	13,603	21,082	34,685	-
Deferred OPEB inflows	190,009	298,534	488,543	-
Total Deferred Inflows of Resources	203,612	319,616	523,228	-
Net Position				
Net investment in capital assets	18,717,928	3,481,219	22,199,147	-
Restricted	1,350,960	825,818	2,176,778	-
Unrestricted	1,989,756	1,363,010	3,352,766	662,452
Total Net Position	\$ 22,058,644	\$ 5,670,047	\$ 27,728,691	\$ 662,452

City of Rolla

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

Year Ended September 30, 2024

	Business-Type Activities			Governmental
	Enterprise Funds			Activities
	Sewer Fund	Environmental Services Fund	Total	Internal Service Fund
Operating Revenues				
Charges for Services				
Utilities	\$ 5,634,489	\$ 4,654,670	\$ 10,289,159	\$ -
Other departments	-	-	-	3,167,159
Employee contributions	-	-	-	904,780
Total Operating Revenues	5,634,489	4,654,670	10,289,159	4,071,939
Operating Expenses				
Personnel services	1,202,699	1,813,586	3,016,285	-
Contractual services	371,610	102,196	473,806	-
Repairs and maintenance	413,313	433,294	846,607	-
Supplies	15,013	288,965	303,978	-
Utilities	394,671	23,539	418,210	-
Insurance expenses and claims	153,344	141,603	294,947	4,083,280
Landfill	-	1,032,245	1,032,245	-
Depreciation	1,321,229	353,508	1,674,737	-
Miscellaneous	14,941	23,571	38,512	-
Total Operating Expenses	3,886,820	4,212,507	8,099,327	4,083,280
Operating Income (Loss)	1,747,669	442,163	2,189,832	(11,341)
Nonoperating Revenues (Expenses)				
Interest income	69,847	26,109	95,956	8,204
Gain (loss) on sale of assets	34,260	59,072	93,332	-
Interest and fiscal charges	(437,648)	-	(437,648)	-
Total Nonoperating Revenues (Expenses)	(333,541)	85,181	(248,360)	8,204
Income (Loss) Before Transfers and Contributions	1,414,128	527,344	1,941,472	(3,137)
Capital contributions	98,680	-	98,680	-
Transfers (out)	(454,869)	(215,800)	(670,669)	-
<i>Change in Net Position</i>	1,057,939	311,544	1,369,483	(3,137)
Net Position, Beginning of Year	21,000,705	5,358,503	26,359,208	665,589
Net Position, End of Year	\$ 22,058,644	\$ 5,670,047	\$ 27,728,691	\$ 662,452

City of Rolla

Statement of Cash Flows – Proprietary Funds

Year Ended September 30, 2024

	Business-Type Activities			Governmental Activities
	Enterprise Funds			Internal Service Fund
	Sewer Fund	Environmental Services Fund	Total	
Cash Flows from Operating Activities				
Cash received from customers	\$ 5,603,856	\$ 4,545,833	\$ 10,149,689	\$ 4,240,643
Cash paid to suppliers	(1,114,163)	(2,040,407)	(3,154,570)	(3,901,176)
Cash paid to employees	(1,100,893)	(1,713,701)	(2,814,594)	-
Other cash received for nonoperating revenues	-	-	-	8,204
Net Cash Provided (Used) by Operating Activities	<u>3,388,800</u>	<u>791,725</u>	<u>4,180,525</u>	<u>347,671</u>
Cash Flows from Noncapital Financing Activities				
Transfers to other funds	(454,869)	(215,800)	(670,669)	-
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(454,869)</u>	<u>(215,800)</u>	<u>(670,669)</u>	<u>-</u>
Cash Flows from Capital and Related Financing Activities				
Purchase of capital assets	(431,755)	(331,274)	(763,029)	-
Proceeds from sale of capital assets	34,260	59,072	93,332	-
Capital grants and contributions	98,680	-	98,680	-
Proceeds from issuance of long-term debt	213,653	-	213,653	-
Repayment of principal of long-term debt	(1,726,096)	-	(1,726,096)	-
Payment of interest	(440,858)	-	(440,858)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(2,252,116)</u>	<u>(272,202)</u>	<u>(2,524,318)</u>	<u>-</u>
Cash Flows from Investing Activities				
Interest received on investments	69,847	26,109	95,956	-
Net Cash Provided (Used) by Investing Activities	<u>69,847</u>	<u>26,109</u>	<u>95,956</u>	<u>-</u>
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	751,662	329,832	1,081,494	347,671
Cash and Cash Equivalents, Beginning of Year	<u>2,458,276</u>	<u>2,062,686</u>	<u>4,520,962</u>	<u>586,126</u>
Cash and Cash Equivalents, End of Year	<u>3,209,938</u>	<u>2,392,518</u>	<u>5,602,456</u>	<u>933,797</u>
Less Restricted Cash and Cash Equivalents	818,110	-	818,110	-
Unrestricted Cash and Cash Equivalents	<u>\$ 2,391,828</u>	<u>\$ 2,392,518</u>	<u>\$ 4,784,346</u>	<u>\$ 933,797</u>

City of Rolla

Statement of Cash Flows – Proprietary Funds

Year Ended September 30, 2024

	Business-Type Activities			Governmental Activities
	Enterprise Funds			Internal Service Fund
	Sewer Fund	Environmental Services Fund	Total	
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating Income (Loss)	\$ 1,747,669	\$ 442,163	\$ 2,189,832	\$ (11,341)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	1,321,229	353,508	1,674,737	-
(Increase) decrease in:				
Receivables	(30,633)	(108,837)	(139,470)	168,704
Prepaid expenses	-	53	53	-
Net pension asset	166,074	169,811	335,885	-
Deferred pension outflows	(72,600)	(135,841)	(208,441)	-
Deferred OPEB outflows	7,718	13,349	21,067	-
Increase (decrease) in:				
Accounts payable	248,729	4,953	253,682	182,104
Accrued expenses	4,200	12,118	16,318	-
Compensated absences payable	(11,071)	13,434	2,363	-
Net OPEB liability	22,418	38,777	61,195	-
Deferred pension inflows	(33,156)	(43,283)	(76,439)	-
Deferred OPEB outflows	18,223	31,520	49,743	-
Other cash received for nonoperating revenues	-	-	-	8,204
Net Cash Provided (Used) by Operating Activities	\$ 3,388,800	\$ 791,725	\$ 4,180,525	\$ 347,671

City of Rolla

Notes to the Financial Statements

September 30, 2024

1. Summary of Significant Accounting Policies

The City of Rolla, Missouri (the City) was incorporated on January 25, 1861, under the provisions of the State of Missouri. The City operates under a Council-Mayor form of government and provides a variety of general governmental services to residents including general administrative services, public safety, public works, parks and recreation, airport, and cemetery operations. Other services include sewer and sanitation operations. Rolla Municipal Utilities (RMU) provides water and electric services.

The accounting and reporting policies of the City conform to generally accepted accounting principles (GAAP) in the United States of America as applicable to governments. The following represent the more significant accounting and reporting policies and practices of the City.

Financial Reporting Entity

The financial reporting entity consists of the primary government and organizations for which the primary government is financially accountable. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. Financially accountable means the primary government is accountable for the component unit and the primary government is able to impose its will or the component unit may provide financial benefits or impose a financial burden on the primary government. In addition, component units can be other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The City is a primary government, which is governed by an elected board. As required by accounting principles generally accepted in the United States of America, the City has evaluated the above criteria to determine whether any other entity meets the definition of a component unit and must be included in these financial statements. The City has determined that the entity described in the following paragraphs meet the above criteria and therefore, have been included as a component unit in the City's basic financial statements.

Discretely Presented Component Unit

Rolla Municipal Utilities (RMU)

RMU was established by City Ordinance in 1944. RMU is operated by a Board of Public Works, the members of which are appointed by the Mayor and approved by the City Council. After consideration of the criteria above, RMU has been included as a component unit in the City's reporting entity and is discretely presented as such in the basic financial statements. RMU's audited component unit financial statements for the year ended September 30, 2024, are available in their entirety at RMU.

Related Organizations

After due consideration of each criteria, especially the substance of the City's relationship with organizations and entities and using professional judgment, the following organizations were excluded from the City's financial statements because significant financial accountability does not exist. The organizations, together with the reasons for exclusion from the City's reporting entity, is as follows:

The Phelps County Landfill Board (Landfill Board) is an independent organization that operates a county-wide landfill. The Board members are representatives of the cities within Phelps County, Missouri, and a representative of the Phelps County Commission. The City provides daily managerial and accounting services for a monthly fee. The Landfill Board

City of Rolla

Notes to the Financial Statements

September 30, 2024

maintains oversight responsibility and holds title to its assets. The City does not have budgetary authority, has no control over selection of Board members, and is not responsible for funding deficits. The landfill has been closed and is no longer accepting refuse. However, the Landfill Board operates a transfer station for disposal of area solid waste.

The Rolla Public Library is a political subdivision of the State of Missouri created under Chapter 182 of the Missouri Revised Statutes. The Library is governed by a Board of Directors appointed by the Mayor of the City. The Board of Directors possesses its own contracting and budgetary authority, hires and fires personnel, and does not depend on the City for operating subsidies. Although the City does serve as the taxing authority, its role is limited to a ministerial function. The determination to request approval of a tax, the tax rate and purpose are discretionary decisions made solely by the Board of Directors. Financial information may be obtained from the Rolla Public Library at 900 Pine Street, Rolla, MO 65401.

Basis of Presentation

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

Government-Wide Financial Statements

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

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

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

Fund Financial Statements

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

Governmental Fund Types: The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Consequently, the emphasis on near-term inflows and outflows of resources do not present the long-term impact of transactions. It is necessary to convert the governmental fund data to arrive at the government-wide financial statements. Therefore, reconciliations have been provided following the Governmental Funds Balance Sheet and the Statement of Revenues, Expenditures and Changes in Fund Balance identifying categories that required conversion from the fund statements.

City of Rolla

Notes to the Financial Statements

September 30, 2024

The City reports the following major governmental funds:

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

Street Fund: The Street Fund is used to account for operations of the City's public works department, which is responsible for the maintenance of the City's streets.

Recreation Center Fund: The Recreation Center Fund is used to account for sources that are restricted, committed, or assigned for the City's recreation center.

American Rescue Plan Act (ARPA) Fund: The ARPA Fund accounts for funding received under the American Rescue Plan Act that is restricted to eligible uses of the award.

Parks Fund: The Parks Fund is used to account for taxes and other sources that are restricted, committed, or assigned for the City's parks.

Airport Fund: The Airport Fund is used to account for sources that are restricted, committed, or assigned for the City's airport.

Cemetery Fund: The Cemetery Fund is used to account for sources that are restricted, committed, or assigned for the City's cemetery.

Park Land Reserve Fund: The Park Land Reserve Fund is used to account for proceeds that are restricted, committed, or assigned from the sale of park land.

Propriety Fund Types: The focus of proprietary fund measurement is upon determination of operating income, changes in net position, and cash flows. Operating revenues and expenses are distinguished from non-operating revenues and expenses. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. The principal operating revenues of enterprise funds are charges to customers for services. Operating expenses consist of cost of sales and services, administrative expenses, and depreciation of capital assets.

The City reports the following major proprietary funds:

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

Environmental Services Fund: The Environmental Services Fund accounts for the activities and capital improvements of the City's sanitation department and recycling center.

Internal Service Fund: The Internal Service Fund accounts for the costs of self-insurance funds on a cost-reimbursement basis. The Internal Service Fund is considered a governmental activity in the government-wide financial statements.

City of Rolla

Notes to the Financial Statements

September 30, 2024

Cash, Cash Equivalents, and Investments

The City maintains a cash and investment pool, which a majority of the City's funds share. Interest earned is allocated to individual funds based on their proportionate share of the pool.

Missouri state statutes authorize the City to invest in obligations of the U.S. Treasury and U.S. agencies, obligations of state and local government entities, certificates of deposit, and repurchase agreements. For purposes of the cash flow statement, all investments with an original maturity of three months or less at the time of purchase are considered to be cash equivalents.

Investments of the City are reported at fair value.

Fair Value

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

- Level 1: Inputs using quoted prices in active markets for identical assets or liabilities
- Level 2: Inputs using significant other observable inputs including quoted prices for similar assets or liabilities
- Level 3: Inputs are significant unobservable inputs

Inventory

Inventory is stated at the lower of cost or market using the first-in, first-out (FIFO) method. Inventory of the City primarily consists of materials and supplies. Costs of inventory is recorded as an expense when consumed. RMU inventories are stated at lower of cost or market. Cost is determined using the average cost method.

Internal Balances

During the course of its operations, the City has numerous transactions between funds to finance operations, provide services, construct assets and service debt. To the extent that certain transactions between funds had not been paid or received as of September 30, 2024, balances of interfund amounts receivable or payable have been recorded within the fund financial statements.

Capital Assets

Capital assets include land, buildings, improvements, equipment, and infrastructure assets (e.g., roads, bridges, storm sewers, and similar items) and are included in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are charged to expenditures when purchased in the governmental fund statements and capitalized in the proprietary fund statements. All land purchases are capitalized regardless of cost. All purchased fixed assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value on the date received.

City of Rolla

Notes to the Financial Statements

September 30, 2024

Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 or greater and a useful life of one year or more. Capital assets are defined by RMU as assets with an initial, individual cost of \$10,000 or greater and a useful life of one year or more. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized, but rather expensed as incurred. Fully depreciated capital assets are included in their respective accounts until their disposal.

Depreciable assets are depreciated using the straight-line method over the following estimated useful lives:

Primary Government

Building and improvements	15 - 50 years
Machinery and equipment	5 - 40 years
Vehicles	5 - 20 years
Infrastructure - streets	7 - 50 years
Transmission lines and mains	30 - 50 years

RMU

General electric plant	20 years
Electric transportation equipment	6 2/3 years
Electric power operated equipment	6 2/3 years
Electric stores, laboratory, tools, communication And miscellaneous equipment	10 years
General water plant	33 1/3 years
Water pumping plant	10 years
Chlorination and fluoridation equipment	20 years
Water laboratory and general equipment	10 years

Compensated Absences

Primary Government

Employees earn vacation time and may accrue up to 336 hours for non-exempt fire employees and 240 hours for all other employees. Outstanding vacation leave is payable upon termination of employment. All full-time employees earn sick leave which is accrued and paid out upon termination at various rates. Compensated absences are recorded as a liability in the Statement of Net Position.

RMU

Under terms of RMU's personnel policy, employees are granted paid time off (PTO) in varying amounts. All regular full time employees will earn six hours PTO at regular pay for each pay period worked until they have completed five years of employment and may accumulate up to the maximum of 288 hours. Following their fifth year of continuous employment, they will earn eight hours PTO at regular pay for each pay period worked until they have completed 15 years of employment and may accumulate up to the maximum of 384 hours. Following their fifteenth year of continuous employment, they will earn nine hours PTO at regular pay for each pay period worked until they have completed 20 years of employment and may accumulate up to the maximum of 432 hours. Following their twentieth year of continuous employment, they will earn ten hours PTO at regular pay for each pay period worked and may accumulate up to the maximum of 480 hours. An employee may accumulate PTO to the maximum based on their years of services. If an employee has accumulated the maximum PTO, they will stop earning additional PTO until their balance of PTO

City of Rolla

Notes to the Financial Statements

September 30, 2024

accumulated is less than the maximum. In the event of termination or separation, employees are compensated for the accumulated PTO hours up to their maximum PTO hours. Liabilities for PTO are determined at the end of the year based on current salary/hourly rates.

Unearned Revenue

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Deferred Outflows and Inflows of Resources

In addition to assets, the Statement of Net Position and/or Balance Sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the Statement of Net Position and/or Balance Sheet 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 and will not be recognized as an inflow of resources (revenue) until that time.

The City reports the following deferred outflows or resources and deferred inflows of resources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Unavailable revenue (not collected within the period of availability) - Reported only at the modified accrual level		✓
Deferred pension and OPEB costs or cost reductions	✓	✓
Deferred lease revenue		✓

Net Position

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

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

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

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

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

City of Rolla

Notes to the Financial Statements

September 30, 2024

Fund Balance Classification

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

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

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

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

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

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

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

City Council has formally adopted a minimum unassigned fund balance policy of 25% (three months) of operating expenditures in the General Fund.

Revenue Recognition

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1 and are due and payable at that time. All unpaid taxes levied November 1 become delinquent after December 31 of that year.

Program Revenues

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

Operating Revenues and Expenses

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

City of Rolla

Notes to the Financial Statements

September 30, 2024

Pensions

For purposes of measuring the net pension asset/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.

Leases

The City is a lessor for leases of building and agriculture space. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and fund financial statements.

At the commencement of a lease whereby the City is a lessor, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

The City is a lessee for various pieces of equipment. The City recognizes an intangible right-to-use lease asset and a lease liability in the government-wide and proprietary fund financial statements.

At the commencement of a lease whereby the City is a lessee, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life. Lease assets are reported with capital assets and lease liabilities are reported with long-term debt.

Use of Estimates

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

Rate Stabilization

RMU's regulatory credit relating to Rate Stabilization is intended to defer the need for future rate increases when costs exceed existing rates. At the discretion of the Board, amounts may be either deferred into this fund (which reduces revenues) or amounts recognized out of this fund (which increases revenues). The Board authorizes Rate Stabilization deferrals on an event driven basis.

2. Cash and Investments

The City maintains a cash and investment pool that is available for use by all funds. Each fund's portion of the pool is displayed as cash and investments or in restricted cash and investments. Interest earned is allocated to the funds based on average monthly cash and investment balances. Cash and investments are held separately by some of the City's

City of Rolla

Notes to the Financial Statements

September 30, 2024

funds. Additionally, certain restricted cash and investments are invested in accordance with bond ordinances by the trustee in guaranteed investment contracts or money market mutual funds.

Investment Policy

The City and RMU deposits and invests all monies as allowed by state statute and in accordance with its respective investment policy. Per state statute, the City may invest in certificates of deposit, repurchase agreements, obligations of the U.S. Treasury and U.S. agencies, and obligations of state and local government entities.

The City categorizes its investments within the fair value hierarchy as discussed in Note 1. At September 30, 2024, the City had the following recurring investments:

<u>Investment</u>	<u>Maturity</u>	<u>Rating *</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Total</u>
Money market funds	n/a	n/a	\$ 502,683	\$ -	\$ 502,683
Taxable bonds	10/18/2024	A-1+	-	510,384	510,384
			<u>\$ 502,683</u>	<u>\$ 510,384</u>	<u>\$ 1,013,067</u>

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the City and RMU minimizes interest rate risk by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, therefore avoiding the need to sell securities on the open market prior to maturity and investing in primarily short-term securities.

Custodial Credit Risk

For deposits, custodial credit risk is the risk that in the event of the failure of a depository financial institution, the City or RMU 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 City and RMU follow state statutes which require that all deposits be collateralized in the name of the governmental entity by the trust department of a bank that does not hold the collateralized deposits. The City's money market funds are classified as cash equivalents and investments, but are considered deposits for custodial risk determination. As of September 30, 2024, all bank balances on deposit are entirely insured or collateralized.

For investments, custodial credit risk is the risk that in the event of the failure of the counterparty, the City or RMU will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's and RMU's policies are to collateralize all deposits and repurchase agreements with securities held by the financial institution's agent and in the City's or RMU's name but does not limit the holdings of any one counterparty.

Credit Risk

Credit risk is the risk that the City will not recover its investment due to the ability of the counterparty to fulfill their obligation. It is the City's and RMU's policy to minimize credit risk by limiting its investments to certificates of deposit, obligations of the U.S. government and agency obligations, and other debt securities given the highest available rating by a nationally recognized statistical rating organization.

City of Rolla

Notes to the Financial Statements

September 30, 2024

Concentration of Credit Risk

The City's and RMU's investment policies do not limit the amount that can be invested in any one issuer. Investments in any one issuer that represent more than 5% of the City's investments consist of the following:

Investment	Issuer	Fair Value	Percentage of Total Investments
Taxable bonds	Institutional Bond Network, LLC	\$ 510,384	50%
Money market funds	Goldman Sachs	\$ 352,897	35%
Money market funds	Community Foundation of the Ozarks	\$ 149,786	15%

3. Restricted Assets

Cash, investments and net position have been restricted as follows:

	Restricted Cash and Investments	Restricted Net Position
General Fund		
Police	\$ 40,213	\$ 40,213
Court	4,103	-
Animal shelter	104,472	104,472
Economic development	116,375	116,375
	<u>265,163</u>	<u>261,060</u>
Street Fund		
Streets	8,508,497	7,009,674
ARPA Fund		
COVID-19 recovery	732,179	22,842
Total Governmental Activities	<u><u>\$ 9,505,839</u></u>	<u><u>\$ 7,293,576</u></u>
Sewer Fund		
Pension benefits	\$ -	\$ 532,850
Debt service	818,110	818,110
	<u>818,110</u>	<u>1,350,960</u>
Environmental Services Fund		
Pension benefits	-	825,818
Total Business-Type Activities	<u><u>\$ 818,110</u></u>	<u><u>\$ 2,176,778</u></u>

City of Rolla

Notes to the Financial Statements

September 30, 2024

4. Accounts Receivable

Primary Government

Certain accounts receivable balances are presented net of allowance for uncollectible accounts. The City's net balances are as follows:

	Gross Receivable	Allowance	Net Receivable
General Fund			
Court fines receivable	\$ 168,773	\$ 90,849	\$ 77,924
Sewer Fund			
Utilities receivable	\$ 999,780	\$ 6,200	\$ 993,580
Environmental Services Fund			
Utilities receivable	\$ 567,078	\$ 3,935	\$ 563,143

All other receivables are considered to be fully collectible as of September 30, 2024.

Component Unit

RMU's accounts receivable are presented net of an allowance for doubtful accounts at September 30, 2024 as follows:

	Amount
Utilities receivable including refundable deposits	\$ 3,059,765
Unbilled utilities receivable	2,605,146
Allowance for uncollectibles	(60,000)
Net accounts receivable	\$ 5,604,911

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

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

	2023
Assessed Valuation	
Real estate	\$ 251,186,485
Personal property	65,804,954
Total	\$ 316,991,439
Tax Rate Per \$100 of Assessed Valuation	
General	\$ 0.4320
Library	0.1803
Parks and recreation	0.1064
Total	\$ 0.7187

City of Rolla

Notes to the Financial Statements

September 30, 2024

The legal debt margin at September 30, 2024, was computed as follows:

	General Obligation Bonds		
	Ordinary (1)	Additional (2)	Total
Constitutional Debt Limit	\$ 31,699,144	\$ 31,699,144	\$ 63,398,288
General Obligation Bonds Payable	-	-	-
Legal Debt Margin	\$ 31,699,144	\$ 31,699,144	\$ 63,398,288

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

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

6. Leases Receivable

Primary Government

The City leases various facilities and land to third parties, as a lessor. During the year ended September 30, 2024, the City had three leases, the terms of which expire 2025-2038. The City recognized \$43,919 in lease revenue and \$4,992 in interest revenue during the year related to these leases. The City also records deferred inflows of resources associated with these leases that will be recognized as revenue over the terms of the leases.

Below is a schedule of future payments that are included in the measurement of the lease receivable:

Year Ending September 30,	Principal	Interest	Total
2025	\$ 42,650	\$ 3,268	\$ 45,918
2026	2,640	1,560	4,200
2027	2,748	1,452	4,200
2028	2,860	1,340	4,200
2029	2,976	1,224	4,200
2030-2034	16,803	4,197	21,000
2035-2038	12,164	787	12,951
	\$ 82,841	\$ 13,828	\$ 96,669

City of Rolla

Notes to the Financial Statements

September 30, 2024

Component Unit

RMU as lessor has entered into lease agreements for pole attachments and office space to various third parties, the terms of which expire 2025 through 2050. Lease and interest revenue recognized under the lease agreements during the year ended September 30, 2024, was \$33,311 and \$32,464, respectively. RMU records deferred inflows of resources associated with these leases that will be recognized as revenue over the terms of the leases.

Below is a schedule of future payments that are included in the measurement of the lease receivable:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 31,581	\$ 31,194	\$ 62,775
2026	32,867	29,908	62,775
2027	34,206	28,569	62,775
2028	35,600	27,175	62,775
2029	22,384	25,991	48,375
2030-2034	127,296	115,419	242,715
2035-2039	158,130	86,445	244,575
2040-2044	190,083	49,992	240,075
2045-2049	130,218	10,917	141,135
2050	937	38	975
	<u>\$ 763,302</u>	<u>\$ 405,648</u>	<u>\$ 1,168,950</u>

7. Interfund Transfers

Transfers between funds of the City for the year ended September 30, 2024, were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 480,100	\$ 956,491
Street Fund	285,569	534,500
Recreation Center Fund	1,188,459	-
ARPA Fund	-	250,000
Parks Fund	186,900	-
Airport Fund	300,000	47,400
Park Land Reserve Fund	18,032	-
Sewer Fund	-	454,869
Environmental Services Fund	-	215,800
	<u>\$ 2,459,060</u>	<u>\$ 2,459,060</u>

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

City of Rolla

Notes to the Financial Statements

September 30, 2024

8. Capital Assets

Primary Government

Capital asset activity for the year ended September 30, 2024, for the City's governmental activities was as follows:

	<u>Balance September 30, 2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance September 30, 2024</u>
Non-depreciable Capital Assets				
Land	\$ 19,200,274	\$ 32,503	\$ -	\$ 19,232,777
Construction in progress	-	94,627	-	94,627
Non-depreciable Capital Assets	<u>\$ 19,200,274</u>	<u>\$ 127,130</u>	<u>\$ -</u>	<u>\$ 19,327,404</u>
Depreciable Capital Assets				
Building and improvements	36,620,268	\$ 407,582	\$ 58,945	36,968,905
Machinery and equipment	16,193,780	1,985,405	324,114	17,855,071
Infrastructure	103,242,879	1,003,959	-	104,246,838
Right-of-use assets				
Equipment	62,078	-	-	62,078
Total Depreciable Capital Assets	<u>156,119,005</u>	<u>\$ 3,396,946</u>	<u>\$ 383,059</u>	<u>159,132,892</u>
Less Accumulated Depreciation for				
Building and improvements	21,762,180	\$ 1,503,514	\$ 57,463	23,208,231
Machinery and equipment	11,444,002	979,392	323,766	12,099,628
Infrastructure	47,383,152	2,140,100	-	49,523,252
Right-of-use assets				
Equipment	35,331	6,175	-	41,506
	<u>80,624,665</u>	<u>\$ 4,629,181</u>	<u>\$ 381,229</u>	<u>84,872,617</u>
Depreciable Capital Assets, net	<u>75,494,340</u>			<u>74,260,275</u>
Total Capital Assets, net	<u>\$ 94,694,614</u>			<u>\$ 93,587,679</u>

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

Administrative	\$ 133,133
Finance	5,321
911 telecommunications	4,470
Animal shelter	28,941
Police	292,699
Fire	322,288
Building maintenance	3,210
Community development	10,177
Public works	2,576,918
Parks and recreation	618,939
Airport	625,068
Cemetery	8,017
	<u>\$ 4,629,181</u>

City of Rolla

Notes to the Financial Statements

September 30, 2024

Capital asset activity for the year ended September 30, 2024, for the City's business-type activities was as follows:

	<u>Balance September 30, 2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance September 30, 2024</u>
Sewer Fund				
Non-depreciable Capital Assets				
Land	\$ 1,013,521	\$ -	\$ -	\$ 1,013,521
Non-depreciable Capital Assets	<u>\$ 1,013,521</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,013,521</u>
Depreciable Capital Assets				
Buildings and improvements	\$ 1,934,905	\$ -	\$ -	\$ 1,934,905
Machinery and equipment	2,059,946	229,881	-	2,289,827
Sewer collection system	58,647,145	201,874	-	58,849,019
Depreciable Capital Assets	<u>62,641,996</u>	<u>\$ 431,755</u>	<u>\$ -</u>	<u>63,073,751</u>
Less Accumulated Depreciation for				
Buildings and improvements	1,885,478	5,249	-	1,890,727
Machinery and equipment	1,464,136	107,374	-	1,571,510
Sewer collection system	15,048,761	1,208,606	-	16,257,367
Total Accumulated Depreciation	<u>18,398,375</u>	<u>\$ 1,321,229</u>	<u>\$ -</u>	<u>19,719,604</u>
Depreciable Capital Assets, net	<u>\$ 44,243,621</u>			<u>\$ 43,354,147</u>
Environmental Services Fund				
Non-depreciable Capital Assets				
Land	\$ 670,663	\$ -	\$ -	670,663
Construction in progress	359,626	-	179,813	179,813
Non-depreciable Capital Assets	<u>\$ 1,030,289</u>	<u>\$ -</u>	<u>\$ 179,813</u>	<u>\$ 850,476</u>
Depreciable Capital Assets				
Buildings and improvements	\$ 2,918,612	\$ -	\$ -	2,918,612
Machinery and equipment	4,805,999	511,087	152,496	5,164,590
Depreciable Capital Assets	<u>7,724,611</u>	<u>\$ 511,087</u>	<u>\$ 152,496</u>	<u>8,083,202</u>
Less Accumulated Depreciation for				
Buildings and improvements	1,662,862	91,352	-	1,754,214
Machinery and equipment	3,588,585	262,156	152,496	3,698,245
Total Accumulated Depreciation	<u>5,251,447</u>	<u>\$ 353,508</u>	<u>\$ 152,496</u>	<u>5,452,459</u>
Depreciable Capital Assets, net	<u>\$ 2,473,164</u>			<u>\$ 2,630,743</u>
Total Capital Assets, net	<u>\$ 48,760,595</u>			<u>\$ 47,848,887</u>

City of Rolla

Notes to the Financial Statements

September 30, 2024

Component Unit

Capital asset activity for the year ended September 30, 2024, for RMU was as follows:

	Balance September 30, 2023	Additions	Deletions	Balance September 30, 2024
Non-depreciable Capital Assets				
Land and land rights	\$ 895,760	\$ -	\$ -	\$ 895,760
Construction in progress	1,046,848	2,150,495	1,036,074	2,161,269
Non-depreciable Capital Assets	\$ 1,942,608	\$ 2,150,495	\$ 1,036,074	\$ 3,057,029
Depreciable Capital Assets				
Building and improvements	\$ 5,701,755	\$ -	\$ -	\$ 5,701,755
Office furniture, fixtures, and equipment	1,191,687	-	48,965	1,142,722
Subscription based software	319,945	-	-	319,945
Transportation equipment	3,004,247	350,617	19,731	3,335,133
Distribution system	67,601,435	2,875,430	271,517	70,205,348
Production system	8,478,268	-	-	8,478,268
Depreciable Capital Assets	86,297,337	\$ 3,226,047	\$ 340,213	89,183,171
Less Accumulated Depreciation for				
Building and improvements	4,618,741	\$ 121,095	\$ -	4,739,836
Office furniture, fixtures, and equipment	1,053,268	35,123	48,965	1,039,426
Subscription assets	65,196	106,648	-	171,844
Transportation equipment	1,758,268	298,643	19,731	2,037,180
Distribution system	40,847,010	2,043,684	271,517	42,619,177
Production system	8,170,868	42,121	-	8,212,989
Total Accumulated Depreciation	56,513,351	\$ 2,647,314	\$ 340,213	58,820,452
Depreciable Capital Assets, net	29,783,986			30,362,719
Total Capital Assets, net	\$ 31,726,594			\$ 33,419,748

9. Long-Term Debt

Primary Government

Governmental Activities

Certificates of Participation

In December 2021, the City issued \$5,740,000 in Certificates of Participation, Series 2021. Net proceeds of the issue, along with available City funds were used to current refund the outstanding balances of the Series 2012A Certificates of Participation in the amount of \$1,015,000, and the Series 2015 Certificates of Participation in the amount of \$1,605,000, and to provide \$3,500,000 in new funding for the public works facility project. The Series 2021 Certificates of Participation require annual principal payments due February 1 of each year, and interest payments due on February 1 and August 1 of each year through 2033, with interest ranging from 2.00% to 4.00%. Additionally, \$453,000 of the original issue was allocated to the Sewer Fund, with principal and interest payments due through 2027.

City of Rolla

Notes to the Financial Statements

September 30, 2024

The annual debt service requirements to amortize the governmental activities portion of the outstanding principal of the Series 2021 Certificates of Participation as of September 30, 2024, are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 587,600	\$ 116,500	\$ 704,100
2026	159,200	101,600	260,800
2027	588,200	86,700	674,900
2028	440,000	66,100	506,100
2029	460,000	48,100	508,100
2030-2033	1,945,000	78,650	2,023,650
	<u>\$ 4,180,000</u>	<u>\$ 497,650</u>	<u>\$ 4,677,650</u>

Financed Purchases

The City has entered into various financing agreements for the acquisition of land, building improvements, equipment, and machinery. Interest on the financing agreements range from 3.25% to 4.74%. These are considered direct borrowings and, per the terms of the agreements, the assets acquired are held as collateral until paid in full. In the event of default, the lender has all rights to take ownership of the collateralized assets.

The annual debt service requirements of the various financed purchases as of September 30, 2024, are as follows:

<u>Year Ending September 30,</u>	<u>City Hall</u>	<u>2023 Fire Truck</u>	<u>2019 Fire Truck</u>	<u>Forest Land</u>	<u>Backhoe</u>	<u>Total</u>
2025	\$ 93,631	\$ 124,678	\$ 129,583	\$ 25,550	\$ 26,495	\$ 399,937
2026	-	124,678	129,583	25,550	26,495	306,306
2027	-	124,678	129,583	25,550	-	279,811
2028	-	124,678	129,583	-	-	254,261
2029	-	124,678	129,583	-	-	254,261
2030	-	124,678	129,583	-	-	254,261
2031	-	124,678	-	-	-	124,678
2032	-	124,678	-	-	-	124,678
2033	-	124,678	-	-	-	124,678
	<u>93,631</u>	<u>1,122,102</u>	<u>777,498</u>	<u>76,650</u>	<u>52,990</u>	<u>2,122,871</u>
Less amount representing interest	<u>(1,974)</u>	<u>(254,837)</u>	<u>(87,683)</u>	<u>(5,749)</u>	<u>(2,413)</u>	<u>(352,656)</u>
	<u>\$ 91,657</u>	<u>\$ 867,265</u>	<u>\$ 689,815</u>	<u>\$ 70,901</u>	<u>\$ 50,577</u>	<u>\$ 1,770,215</u>

City of Rolla

Notes to the Financial Statements

September 30, 2024

Star Fund Loan Agreement and Promissory Note

The City entered into a Star Fund Loan Agreement and Promissory Note (Note Agreement) with the Missouri Highways and Transportation Commission (Commission). Under the Note Agreement, the Commission will provide the City up to \$162,693 to assist in providing financing for the City's airport runway rehabilitation project. This is a direct borrowing agreement. As of September 30, 2024, the Commission had advanced the City a total of \$154,762 under the Note Agreement. Annual payments are required through 2025 with interest at 1.2%.

The annual debt service requirements for the Star Fund Loan Agreement at September 30, 2024, is as follows:

Year Ending September 30,	Principal	Interest	Total
2025	\$ 29,889	\$ 376	\$ 30,265

Leases

The City has entered into various equipment lease agreements, as lessee. Maturity dates of the leases, as of September 30, 2024, range from three to four years. Payments are made monthly at various fixed rates.

The annual payment requirements for lease obligations are as follows:

Year Ending September 30,	Principal	Interest	Total
2025	\$ 7,108	\$ 854	\$ 7,962
2026	7,442	520	7,962
2027	6,545	189	6,734
2028	540	2	542
	\$ 21,635	\$ 1,565	\$ 23,200

A summary of the changes in long-term liabilities for the City's governmental activities for the year ended September 30, 2024, is as follows:

	Balance September 30, 2023	Additions	Retirements	Balance September 30, 2024	Amounts Due Within One Year
Certificates of Participation	\$ 4,743,200	\$ -	\$ 563,200	\$ 4,180,000	\$ 587,600
Premium	444,440	-	44,444	399,996	-
	5,187,640	-	607,644	4,579,996	587,600
Direct Borrowings					
Financed purchases	2,223,636	-	453,421	1,770,215	326,617
Note payable	62,218	-	32,329	29,889	29,889
Lease liabilities	31,029	-	9,394	21,635	7,108
	\$ 7,504,523	\$ -	\$ 1,102,788	\$ 6,401,735	\$ 951,214

City of Rolla

Notes to the Financial Statements

September 30, 2024

Business-type Activities

Certificates of Participation

In October 2012, the City issued \$4,080,000 of Series 2012 Certificates of Participation. The certificates were issued to pay the costs of acquiring, construction, and equipping improvements to the City's sewer system. The certificates require annual principal payments due July 1 of each year, and interest payments due on January 1 and July 1 of each year through 2032, with interest ranging from 2.00% to 3.45%.

The annual debt service requirements to amortize the outstanding principal of the Series 2012B Certificates of Participation as of September 30, 2024, are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 210,000	\$ 62,678	\$ 272,678
2026	220,000	50,672	270,672
2027	225,000	49,452	274,452
2028	235,000	42,365	277,365
2029	240,000	34,845	274,845
2030-2032	770,000	53,648	823,648
	<u>\$ 1,900,000</u>	<u>\$ 293,660</u>	<u>\$ 2,193,660</u>

In December 2021, the City issued \$5,740,000 in Certificates of Participation, Series 2021, of which, \$453,000 was allocated to the Sewer Fund. The remaining \$5,287,000 was allocated to governmental activities. Net proceeds of the issue, along with available City funds were used to current refund the outstanding balances of the Series 2012A Certificates of Participation in the amount of \$1,015,000, and the Series 2015 Certificates of Participation in the amount of \$1,605,000, and to provide \$3,500,000 in new funding for the public works facility project. The Series 2021 Certificates of Participation require annual principal payments due February 1 of each year, and interest payments due on February 1 and August 1 of each year through 2027, with interest ranging from 2.00% to 4.00%. The outstanding principal allocated to the governmental activities requires principal and interest payments through 2033.

The annual debt service requirements to amortize the outstanding principal of the Series 2021 Certificates of Participation as of September 30, 2024, are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 132,400	\$ 10,700	\$ 143,100
2026	35,800	5,600	41,400
2027	36,800	700	37,500
	<u>\$ 205,000</u>	<u>\$ 17,000</u>	<u>\$ 222,000</u>

City of Rolla

Notes to the Financial Statements

September 30, 2024

Revenue Bonds

In July 2007, the City entered into an agreement with the Missouri Leveraged State Water Pollution Control Revolving Fund Program to issue \$3,005,000 in Sewerage System Revenue Bonds, Series 2006B. The bonds bear interest at 4.00% to 5.00%. The interest due is offset by an interest subsidy from the State of Missouri's 50% bond reserves, which earn interest at 4.125%. Interest payments are due semi-annually on January 1 and July 1 each year with annual principal payments due July 1 of each year. The bonds also require an administrative fee payable annually on January 1 of each year at 0.714% of the outstanding principal balance.

The annual debt service requirements to amortize the business-type activities outstanding principal of the Series 2006B revenue bonds as of September 30, 2024, are as follows:

Year Ending September 30,	Direct Placement		
	Principal	Interest	Total
2025	\$ 200,000	\$ 28,487	\$ 228,487
2026	215,000	18,488	233,488
2027	220,000	9,350	229,350
	<u>\$ 635,000</u>	<u>\$ 56,325</u>	<u>\$ 691,325</u>

In May 2020, the City entered into an agreement with the Missouri Department of Natural Resources in order to issue Sewerage System Refunding and Improvement Revenue Bonds (State of Missouri – Direct Loan Program) in the amount not to exceed \$27,240,000. Portions of the proceeds were used to redeem and retire the outstanding principal of the Series 2019A Missouri Sewage System Revenue Bonds. The bonds bear interest at 0.84%. principal and interest payments are due semi-annually on January 1 and July 1 each year through 2041. The bonds also require an administrative fee payable semi-annually on January 1 and July 1 of each year at 0.25% of the outstanding principal balance at that date. As of September 30, 2024, bonds in the amount of \$25,905,300 have been issued, with the remaining \$1,334,700 available. The outstanding principal balance as of September 30, 2024, was \$22,900,000.

The annual debt service requirements to amortize the outstanding principal of the Series 2020 revenue bonds as of September 30, 2024, are as follows:

Year Ending September 30,	Direct Placement		
	Principal	Interest	Total
2025	\$ 1,182,000	\$ 189,886	\$ 1,371,886
2026	1,201,000	179,920	1,380,920
2027	1,220,000	169,793	1,389,793
2028	1,241,000	159,499	1,400,499
2029	1,259,000	149,037	1,408,037
2030-2034	6,610,000	582,359	7,192,359
2035-2039	7,158,000	294,542	7,452,542
2040-2041	3,029,000	31,937	3,060,937
	<u>\$ 22,900,000</u>	<u>\$ 1,756,973</u>	<u>\$ 24,656,973</u>

City of Rolla

Notes to the Financial Statements

September 30, 2024

A summary of the changes in long-term debt for the City's business-type activities for the year ended September 30, 2024, is as follows:

	Balance September 30, 2023	Additions	Retirements	Balance September 30, 2024	Amounts Due Within One Year
<i>Sewer Fund</i>					
Certificates of Participation					
Series 2012B	\$ 2,105,000	\$ -	\$ 205,000	\$ 1,900,000	\$ 210,000
Series 2021A	331,800	-	126,800	205,000	132,400
Premiums	12,736	-	2,996	9,740	-
	<u>2,449,536</u>	<u>-</u>	<u>334,796</u>	<u>2,114,740</u>	<u>342,400</u>
Direct Placement					
Revenue bonds					
Series 2006B	830,000	-	195,000	635,000	200,000
Series 2020	23,882,647	213,653	1,196,300	22,900,000	1,182,000
	<u>24,712,647</u>	<u>213,653</u>	<u>1,391,300</u>	<u>23,535,000</u>	<u>1,382,000</u>
	<u>\$27,162,183</u>	<u>\$ 213,653</u>	<u>\$ 1,726,096</u>	<u>\$25,649,740</u>	<u>\$ 1,724,400</u>

Component Unit

Subscription-Based Information Technology Agreement

RMU has entered into a lease agreement for software, the terms of which expire in 2025. Payments are based on the lease agreement.

Future principal and interest payment requirements related to RMU's subscription liability at September 30, 2024, is as follows:

Year Ending September 30,	Principal	Interest	Total
<u>2025</u>	<u>\$ 77,327</u>	<u>\$ 6,573</u>	<u>\$ 83,900</u>

A summary of the changes in long-term liabilities for RMU for the year ended September 30, 2024, is as follows:

	Balance September 30, 2023	Additions	Retirements	Balance September 30, 2024	Amounts Due Within One Year
Subscription asset liabilities	<u>\$ 150,568</u>	<u>\$ -</u>	<u>\$ 73,241</u>	<u>\$ 77,327</u>	<u>\$ 77,327</u>

City of Rolla

Notes to the Financial Statements

September 30, 2024

10. Compensated Absences

The following is a summary of the changes in compensated absences for the year ended September 30, 2024:

Primary Government

	Balance September 30, 2023	Additions	Retirements	Balance September 30, 2024	Amounts Due Within One Year
<i>Governmental Activities</i>	\$ 1,251,262	\$ 95,079	\$ -	\$ 1,346,341	\$ 807,805
<i>Business-Type Activities</i>					
Sewer Fund	\$ 84,917	\$ -	\$ 11,071	\$ 73,846	\$ 44,308
Environmental Services Fund	132,472	13,434	-	145,906	87,544
	<u>\$ 217,389</u>	<u>\$ 13,434</u>	<u>\$ 11,071</u>	<u>\$ 219,752</u>	<u>\$ 131,852</u>

Component Unit

The following is a summary of the changes in compensated absences for RMU for the year ended September 30, 2024:

	Balance September 30, 2023	Additions	Retirements	Balance September 30, 2024	Amounts Due Within One Year
Compensated Absences Payable	\$ 323,760	\$ -	\$ 15,219	\$ 308,541	\$ 200,552

11. Pledged Revenues

The City has pledged future water and sewer customer revenues to repay the Series 2006 and Series 2020 revenue bonds, which were issued to improve and expand the sewer system. The bonds are payable solely from customer net revenues and are payable through 2041. Net revenues are revenues of the system less expenses of the system with the exception of depreciation. The total principal and interest remaining to be paid on the bonds is \$25,348,298. Principal and interest paid for the current year and total customer net revenues were \$1,604,045 and \$3,068,898, respectively.

12. Employee Pension Plan

General Information about the Pension Plan

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

City of Rolla

Notes to the Financial Statements

September 30, 2024

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

	2024 Valuation
Benefit Multiplier	1.75% for life, plus 0.25% to age 65
Final Average Salary	3 Years
Member Contributions	0%

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

Employees Covered by Benefit Terms. At June 30, 2024, which is LAGERS fiscal year end and the latest information available, the following employees were covered by the benefit terms:

	General	Police	Fire	Total
Inactive employees or beneficiaries currently receiving benefits	111	26	23	160
Inactive employees entitled to but not yet receiving benefits	42	26	20	88
Active employees	115	30	34	179
	268	82	77	427

Contributions. The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year. With an additional amount to finance an unfunded accrued liability. Full-time employees of the employer do not contribute to the pension plan. Employer contribution rates were 8.3% for General, 8.6% for Police, and 13.7% for Fire, of annual covered payroll.

Net Pension Liability (Asset). The employer’s net pension liability (asset) was measured as of June 30, 2024, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of February 29, 2024. The roll-forward of total pension liability from February 29, 2024 to June 30, 2024 reflects expected service cost and interest reduced by actual benefit payments.

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

Inflation	2.75% wage inflation; 2.25% price inflation
Salary Increase	2.75% to 6.75% including wage inflation for the General Division 2.75% to 6.55% including wage inflation for the Police Division 2.75% to 7.15% including wage inflation for the Fire Division
Investment rate of return	7.00%, net of investment expenses

City of Rolla

Notes to the Financial Statements

September 30, 2024

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

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

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

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

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

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

City of Rolla

Notes to the Financial Statements

September 30, 2024

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
General Division			
Balances at beginning of year	\$ 30,508,976	\$ 34,530,443	\$ (4,021,467)
Changes for the year			
Service cost	610,714	-	610,714
Interest	2,098,728	-	2,098,728
Difference between expected and actual experience of the total pension liability	498,832	-	498,832
Contributions - employer	-	528,883	(528,883)
Net investment income	-	1,805,109	(1,805,109)
Benefit payments, including refunds	(1,683,147)	(1,683,147)	-
Administrative expenses	-	(34,112)	34,112
Other (net transfer)	-	(157,315)	157,315
Net Changes	1,525,127	459,418	1,065,709
Balances at end of year	32,034,103	34,989,861	(2,955,758)
Police Division			
Balances at beginning of year	10,153,563	11,525,175	(1,371,612)
Changes for the year			
Service cost	266,135	-	266,135
Interest	707,071	-	707,071
Difference between expected and actual experience of the total pension liability	431,440	-	431,440
Contributions - employer	-	198,624	(198,624)
Net investment income	-	651,051	(651,051)
Benefit payments, including refunds	(373,048)	(373,048)	-
Administrative expenses	-	(9,766)	9,766
Other (net transfer)	-	27,778	(27,778)
Net Changes	1,031,598	494,639	536,959
Balances at end of year	11,185,161	12,019,814	(834,653)

City of Rolla

Notes to the Financial Statements

September 30, 2024

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
	Fire Division		
Balances at beginning of year	11,509,412	12,346,671	(837,259)
Changes for the year			
Service cost	291,139	-	291,139
Interest	797,359	-	797,359
Difference between expected and actual experience of the total pension liability	738,824	-	738,824
Contributions - employer	-	300,996	(300,996)
Net investment income	-	645,632	(645,632)
Benefit payments, including refunds	(532,370)	(532,370)	-
Administrative expenses	-	(8,695)	8,695
Other changes	-	(76,247)	76,247
Net Changes	1,294,952	329,316	965,636
Balances at end of year	12,804,364	12,675,987	128,377
Total Plan Balances at end of year	\$ 56,023,628	\$ 59,685,662	\$ (3,662,034)

The Net Pension Liability (Asset) has been allocated as follows:

	Net Pension (Asset)
Governmental Activities	\$ (2,796,987)
Business-Type Activities	
Sewer Fund	(339,259)
Environmental Services Fund	(525,788)
	(865,047)
	\$ (3,662,034)

City of Rolla

Notes to the Financial Statements

September 30, 2024

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

	1% Decrease 6.00%	Current Single Discount Rate Assumption 7.00%	1% Increase 8.00%
General Division			
Total Pension Liability	\$ 36,292,001	\$ 32,034,103	\$ 28,505,151
Fiduciary Net Position	34,989,861	34,989,861	34,989,861
Net Pension Liability (Asset)	1,302,140	(2,955,758)	(6,484,710)
Police Division			
Total Pension Liability	12,922,205	11,185,161	9,769,488
Fiduciary Net Position	12,019,814	12,019,814	12,019,814
Net Pension Liability (Asset)	902,391	(834,653)	(2,250,326)
Fire Division			
Total Pension Liability	14,606,512	12,804,364	11,320,227
Fiduciary Net Position	12,675,987	12,675,987	12,675,987
Net Pension Liability (Asset)	1,930,525	128,377	(1,355,760)
Total Net Pension Liability (Asset)	\$ 4,135,056	\$ (3,662,034)	\$ (10,090,796)

City of Rolla

Notes to the Financial Statements

September 30, 2024

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

For the year ended September 30, 2024, the employer recognized pension expense of \$600,958 in the general division, \$403,449 in the police division, and \$512,797 in the fire division. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred (Inflows) of Resources</u>	<u>Net Deferred Outflows (Inflows) of Resources</u>
General Division			
Differences in experiences	\$ 771,749	\$ (28,081)	\$ 743,668
Assumption changes	-	(90,431)	(90,431)
Net difference between projected and actual earnings on Contributions subsequent to the measurement date*	916,199	-	916,199
	<u>121,241</u>	<u>-</u>	<u>121,241</u>
	1,809,189	(118,512)	1,690,677
Police Division			
Differences in experiences	712,315	-	712,315
Assumption changes	-	(10,180)	(10,180)
Net difference between projected and actual earnings on Contributions subsequent to the measurement date*	286,765	-	286,765
	<u>44,300</u>	<u>-</u>	<u>44,300</u>
	1,043,380	(10,180)	1,033,200
Fire Division			
Differences in experiences	972,207	(123,625)	848,582
Assumption changes	-	(46,465)	(46,465)
Net difference between projected and actual earnings on Contributions subsequent to the measurement date*	352,460	-	352,460
	<u>67,616</u>	<u>-</u>	<u>67,616</u>
	1,392,283	(170,090)	1,222,193
	<u>\$ 4,244,852</u>	<u>\$ (298,782)</u>	<u>\$ 3,946,070</u>

*The amount reported as deferred outflows of resources resulting from contributions subsequent to the measurement date will be recognized as an addition to the net pension asset in the year ending September 30, 2025.

Deferred outflows and (inflows) have been allocated as follows:

	<u>Deferred Outflows of Resources</u>	<u>Deferred (Inflows) of Resources</u>	<u>Net Deferred Outflows (Inflows) of Resources</u>
Governmental Activities	\$ 3,716,546	\$ (264,097)	\$ 3,452,449
Business-Type Activities			
Sewer Fund	207,194	(13,603)	193,591
Environmental Services Fund	321,112	(21,082)	300,030
	<u>528,306</u>	<u>(34,685)</u>	<u>493,621</u>
	<u>\$ 4,244,852</u>	<u>\$ (298,782)</u>	<u>\$ 3,946,070</u>

City of Rolla

Notes to the Financial Statements

September 30, 2024

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

Year Ending September 30	Net Deferred Outflow (Inflow) of Resources			
	General	Police	Fire	Total
2025	\$ (131,827)	\$ 182,333	\$ 83,804	\$ 134,310
2026	1,131,560	512,456	450,480	2,094,496
2027	456,560	259,786	329,270	1,045,616
2028	113,143	34,325	243,451	390,919
2029	-	-	47,572	47,572
	\$ 1,569,436	\$ 988,900	\$ 1,154,577	\$ 3,712,913

Payable to the Pension Plan

At September 30, 2024, the City reported \$53,914 as payable to the pension plan.

13. Employee Pension Plan – RMU

General Information about the Pension Plan

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

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

	2024 Valuation
Benefit Multiplier	2.00% for life
Final Average Salary	3 Years
Member Contributions	0.00%

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

City of Rolla

Notes to the Financial Statements

September 30, 2024

Employees Covered by Benefit Terms. At June 30, 2024, which is LAGERS fiscal year end and the latest information available, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	40
Inactive employees entitled to but not yet receiving benefits	10
Active employees	55
	<u>105</u>

Contributions. The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year. With an additional amount to finance an unfunded accrued liability. Full-time employees of the employer do not contribute to the pension plan. Employer contribution rates were 9.2% of annual covered payroll.

Net Pension Asset (Liability). The employer's net pension asset (liability) was measured as of June 30, 2024, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of February 29, 2024. The roll-forward of total pension liability from February 29, 2024 to June 30, 2024 reflects expected service cost and interest reduced by actual benefit payments.

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

Inflation	2.75% wage inflation; 2.25% price inflation
Salary Increase	2.75% to 6.75% including wage inflation
Investment rate of return	7.00%, net of investment 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 allowance to be paid were the 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 Table for males and females of Police and Fire groups.

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

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

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

City of Rolla

Notes to the Financial Statements

September 30, 2024

inflation. The target allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in the following table:

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

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

Changes in the Net Pension Liability (Asset)

	<u>Total Pension Liability (a)</u>	<u>Plan Fiduciary Net Position (b)</u>	<u>Net Pension Liability (Asset) (a) - (b)</u>
General Division			
Balances at beginning of year	\$ 24,091,427	\$ 26,797,412	\$ (2,705,985)
Changes for the year			
Service cost	404,487	-	404,487
Interest	1,663,584	-	1,663,584
Difference between expected and actual experience of the total pension liability	989,820	-	989,820
Contributions - employer	-	308,748	(308,748)
Net investment income	-	1,407,982	(1,407,982)
Benefit payments, including refunds	(1,067,597)	(1,067,597)	-
Administrative expenses	-	(14,983)	14,983
Other (net transfer)	-	164,863	(164,863)
Net Changes	<u>1,990,294</u>	<u>799,013</u>	<u>1,191,281</u>
Balances at end of year	<u>\$ 26,081,721</u>	<u>\$ 27,596,425</u>	<u>\$ (1,514,704)</u>

City of Rolla

Notes to the Financial Statements

September 30, 2024

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

	1% Decrease 6.00%	Current Single Discount Rate Assumption 7.00%	1% Increase 8.00%
General Division			
Total Pension Liability	\$ 29,551,023	\$ 26,081,721	\$ 23,198,957
Fiduciary Net Position	27,596,425	27,596,425	27,596,425
Net Pension Liability (Asset)	<u>\$ 1,954,598</u>	<u>\$ (1,514,704)</u>	<u>\$ (4,397,468)</u>

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

For the year ended September 30, 2024, the employer recognized pension expense of \$533,455. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Net Deferred Outflows (Inflows) of Resources
General Division			
Differences in experiences	\$ 1,706,276	\$ -	\$ 1,706,276
Assumption changes	-	(92,719)	(92,719)
Net difference between projected and actual earnings on investments	747,951	-	747,951
Contributions subsequent to the measurement date*	77,834	-	77,834
	<u>\$ 2,532,061</u>	<u>\$ (92,719)</u>	<u>\$ 2,439,342</u>

*The amount reported as deferred outflows of resources resulting from contributions subsequent to the measurement date will be recognized as an addition to the net pension asset in the year ending September 30, 2025.

City of Rolla

Notes to the Financial Statements

September 30, 2024

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

Year Ending September 30,	Net Deferred Outflow (Inflow) of Resources
2025	\$ 207,595
2026	1,138,346
2027	710,921
2028	297,436
2029	7,210
	\$ 2,361,508

Payable to the Pension Plan

At September 30, 2024, the RMU had no outstanding contributions reported as payable to the pension plan.

14. Post Employment Health Benefits (OPEB Plan)

General Information about the OPEB Plan

Plan Description. The City provides a single employer defined benefit plan (the plan) that provides healthcare benefits to employees who are eligible to retire once they have attained age 55 plus 5 years of service. This benefit terminates when the retiree reaches Medicare eligibility age (65). Employees and spouses must be on the plan at the time of retirement to be eligible to participate in the plan after retirement. Current contribution requirements require participants to pay the full blended premium. The City funds the plan on a pay-as-you-go basis. The plan does not issue separate financial statements.

Benefits Provided. Eligible participants receive benefits in the form of an implicit rate subsidy where participants receive health insurance coverage by paying a blended retiree/active rate. The contribution requirements of plan members and the City are established and may be amended by City Council.

Employees covered by benefit terms. At September 30, 2024, the following employees were covered by the benefit terms:

Active employees	191
Retirees	6
Spouses of retirees	1
	198

Total OPEB Liability

The City's total OPEB liability was measured as of September 30, 2024, and was determined by an actuarial valuation as of September 30, 2024, calculated based on the discount rate and actuarial assumptions below.

City of Rolla

Notes to the Financial Statements

September 30, 2024

Actuarial Assumptions and other inputs. The total OPEB liability was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Measurement Date: September 30, 2024

Valuation Date: September 30, 2024

Actuarial Cost Method: Entry Age Normal

Inflation: 2.30%

Salary Increases Including Inflation: 3.00% per annum

Discount Rate: 3.81% per annum based on the 20 year bond GO index at September 30, 2024. The rate for the prior fiscal year was 4.09%.

Healthcare Premium Inflation Cost Trend Rates: Medical cost trend rate is 6.20% for 2024, gradually decreasing to an ultimate rate of 3.70% for 2072 and beyond. Healthcare trends were generated by using the Getzen Model.

Elections for Coverage: 50% of eligible retirees are assumed to elect to continue coverage in retirement. Additionally, 50% of retirees are assumed to have spouses elect coverage, with male spouses being 3 years older than female spouses.

Healthy Mortality: Pub-2010 General and Safety Mortality for Employees, Healthy Annuitants, and Surviving Spouses projected generationally using scale MP-2021.

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at beginning of year	\$ 8,008,722
Changes for the year	
Service cost	461,587
Interest on total OPEB liability	343,225
Effect of economic/demographic gains or losses	(601,900)
Effect of assumptions changes or inputs	210,939
Benefit payments	(158,605)
Balance at end of year	\$ 8,263,968

Sensitivity Analysis

The following presents the total OPEB liability of the City, calculated using the discount rate of 3.81%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is one (1) percentage point lower (2.81%) or one (1) percentage point higher (4.81%) than the current rate.

	1% Decrease 2.81%	Discount Rate 3.81%	1% Increase 4.81%
Total OPEB Liability	\$ 9,067,061	\$ 8,263,968	\$ 7,537,525

City of Rolla

Notes to the Financial Statements

September 30, 2024

The following presents the total OPEB liability of the City, calculated using the current healthcare cost trend rates, as well as what the City's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one (1) percentage point lower or one (1) percentage point higher than the current trend rates.

	1% Decrease	Current Trend Rate	1% Increase
Total OPEB Liability	\$ 7,335,872	\$ 8,263,968	\$ 9,354,694

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended September 30, 2024, the City recognized OPEB expense of \$709,204.

At September 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Net Deferred Outflows (Inflows) of Resources
Differences between expected and actual experience	\$ 545,405	\$ (1,457,027)	\$ (911,622)
Changes of assumptions	646,114	(708,345)	(62,231)
	\$ 1,191,519	\$ (2,165,372)	\$ (973,853)

Amounts currently reported as deferred outflows of resources and deferred inflows of resources related to OPEB are to be recognized in OPEB expense as follows:

Year Ending September 30,	Net Deferred Outflows (inflows) of Resources
2025	\$ (95,608)
2026	(95,608)
2027	(67,517)
2028	(155,423)
2029	(337,773)
Thereafter	(221,924)
	\$ (973,853)

City of Rolla

Notes to the Financial Statements

September 30, 2024

The OPEB liability and related deferred outflows and inflows have been allocated as follows:

	Total OPEB Liability	Deferred Outflows of Resources	Deferred Inflows of Resources
Governmental Activities	\$ 6,578,833	\$ 938,723	\$ (1,676,829)
Business-Type Activities			
Sewer Fund	606,242	95,945	(190,009)
Environmental Services Fund	1,078,893	156,851	(298,534)
	1,685,135	252,796	(488,543)
	\$ 8,263,968	\$ 1,191,519	\$ (2,165,372)

15. Post Employment Health Benefits (OPEB Plan) – RMU

General Information about the OPEB Plan

Plan Description. RMU’s OPEB plan (the Plan) provides OPEB for qualifying full-time employees of RMU. The Plan is a single employer defined OPEB plan administered by RMU. The Plan, as established by RMU resolution, assigned the authority to establish and amend the benefit terms and financing requirements to RMU. No assets are accumulated in a trust for the Plan. The Plan does not issue a stand-alone report.

Benefits Provided. The plan provides healthcare benefits to qualifying employees hired prior to July , 2008, who have attained 20 years of service and are eligible to receive retirement benefits. Employees are eligible to retire once they have attained age 55 plus 5 years of service. This benefit terminates when retirees reach Medicare eligibility age (65). RMU pays the monthly group health insurance premium for the retiree electing this benefit and the retiree must reimburse RMU for the full premium to retain coverage.

Employees covered by benefit terms. At September 30, 2024, the following employees were covered by the benefit terms:

Active employees	26
Retirees	1
Spouses of retirees	0
	27
	27

Total OPEB Liability

RMU’s total OPEB liability was measured as of September 30, 2024, and was determined by an actuarial valuation as of September 30, 2024, calculated based on the discount rate and actuarial assumptions below.

City of Rolla

Notes to the Financial Statements

September 30, 2024

Actuarial Assumptions and other inputs. The total OPEB liability was determined by the September 30, 2024, actuarial valuation, based on the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method: Entry Age Normal

Inflation: 2.30%

Salary Increases Including Inflation: 3.00% per annum

Discount Rate: 3.81% per annum based on the 20 year bond GO index at September 30, 2024. The rate for the prior fiscal year was 4.09%.

Healthcare Cost Trend Rates: Medical cost trend rate is 6.60% for 2024, gradually decreasing to an ultimate rate of 3.70% for 2072 and beyond.

Retirement: 30% of employees who retire prior to age 65 are assumed to elect medical coverage under the plan.

Mortality: Pub-2010 General and Safety Mortality for Employees, Healthy Annuitants, and Surviving Spouses projected generationally using scale MP-2021.

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at beginning of year	\$ 331,449
Changes for the year	
Service cost	7,186
Interest on total OPEB liability	13,667
Effect of economic/demographic gains or losses	56,004
Effect of assumptions changes or inputs	8,515
Benefit payments	(9,038)
Balance at end of year	\$ 407,783

Sensitivity Analysis

The following presents the total OPEB liability of RMU, calculated using the discount rate of 3.81%, as well as what the RMU's total OPEB liability would be if it were calculated using a discount rate that is one (1) percentage point lower (2.81%) or one (1) percentage point higher (4.81%) than the current rate.

	1% Decrease 2.81%	Discount Rate 3.81%	1% Increase 4.81%
Total OPEB Liability	\$ 439,446	\$ 407,783	\$ 378,107

The following presents the total OPEB liability of RMU, calculated using the current healthcare cost trend rates, as well as what RMU's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one (1) percentage point lower or one (1) percentage point higher than the current trend rates.

City of Rolla

Notes to the Financial Statements

September 30, 2024

	1% Decrease	Current Trend Rate	1% Increase
Total OPEB Liability	\$ 371,445	\$ 407,783	\$ 448,709

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended September 30, 2024, RMU recognized OPEB expense of \$7,918.

At September 30, 2024, RMU reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Net Deferred Outflows (Inflows) of Resources
Differences between expected and actual experience	\$ 47,348	\$ (73,519)	\$ (26,171)
Changes of assumptions	25,986	(35,373)	(9,387)
	\$ 73,334	\$ (108,892)	\$ (35,558)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB are to be recognized in OPEB expense as follows:

Year Ending September 30,	Net Deferred Outflows (inflows) of Resources
2025	\$ (12,135)
2026	(12,573)
2027	(10,390)
2028	(8,429)
2029	3,373
Thereafter	4,596
	\$ (35,558)

16. Risk Management

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

City of Rolla

Notes to the Financial Statements

September 30, 2024

17. Claims & Adjustments

The City participates in federal and state programs that are fully or partially funded by grants or loans received from other governmental units. Expenditures financed by grants and loans are subject to audit by the appropriate government. If expenditures are disallowed due to noncompliance with program regulations, the City may be required to reimburse the grantor government. The City believes that disallowed expenditures, if any, based upon subsequent audits will not have a material effect on the City's financial position.

18. Self-Insurance Fund

Primary Government

In 1983, the City established a medical self-insurance plan for City employees and their covered dependents to minimize the total cost of medical health insurance to the City. This program is for the benefit of all City employees covered under the City of Rolla's Employee Medical Plan. Medical claims exceeding an individual participant limit of \$75,000 are covered through a private insurance carrier up to an aggregate amount of \$1,000,000 annually.

The activities of the health care plan are accounted for in the Self-Insurance Health Fund, an internal service fund. At September 30, 2024, the estimated obligation of health claims is based on claims filed prior to, but not yet paid as of year-end; claims incurred during the year but filed subsequent to year-end; and for claims incurred but not reported. Changes in estimated benefit obligation during the year were as follows:

Estimated Benefit Obligation, beginning of year	\$ 234,765
Claims incurred	4,083,280
Claims paid	(3,901,175)
Estimated Benefit Obligation, end of year	<u>\$ 416,870</u>

Component Unit

RMU retains the risk of loss for medical and prescription claims. RMU has purchased a specific excess insurance policy that covers medical and prescription claims up to an individual claim limit of \$30,000 with an aggregate maximum of \$1,000,000. The claims are administered by a third-party administrator. Changes in the estimated benefit obligation during the year were as follows:

Estimated Benefit Obligation, beginning of year	\$ 49,153
Claims incurred	714,435
Claims paid	(682,695)
Estimated Benefit Obligation, end of year	<u>\$ 80,893</u>

19. Tax Abatements

I-44/US 63 Redevelopment Project Area 1

On November 1, 2010, the City entered into a redevelopment agreement for the redevelopment of the I-44/US 63 Redevelopment Project Area 1 to reimburse Kohl's Department Stores, Inc. (the Developer) for the verified reimbursable

City of Rolla

Notes to the Financial Statements

September 30, 2024

redevelopment project costs through reimbursement payments made from the special allocation fund for a period not to exceed 23 years. Under terms of the agreement, the aggregate amount of reimbursement payments paid during the terms of the agreement, to the extent that taxes are collected within this District, shall not exceed the sum of \$3,168,488, plus interest costs. The City shall not be obligated for any amounts that exceed the balance in the special allocation fund, which includes a TIF-EATS and a TIF-PILOTS account. Total payments from all sources of \$94,300 were applied to interest for the year ended September 30, 2024.

Westside Marketplace Tax Increment Financing Redevelopment Plan

The Phelps County Commission (the County) created the Tax Increment Financing Commission of Phelps County, Missouri (the TIF Commission) and empowered the TIF Commission to exercise those powers and fulfill such duties as are required or authorized for the TIF Commission under Sections 99.800 to 99.864 of the Revised Statutes of Missouri, as amended (the "TIF Act").

The County has approved the Westside Marketplace Tax Increment Financing Redevelopment Plan, which divides the Redevelopment Area into three redevelopment project areas ("RPA 1," "RPA 2," and "RPA 3") and describes a redevelopment project for RPA 1 generally consisting of the development of approximately 330,000 square feet of retail buildings and associated site work and public infrastructure, and designated RPA 1 as a "redevelopment area" pursuant to the TIF Act; approve the redevelopment project; and adopt tax increment financing with RPA 1.

The Industrial Development Authority (the Authority) of the City of Rolla, Missouri issued its \$20,675,000, Series 2017A Tax Increment and Special District Revenues Bonds (Westside Marketplace Redevelopment Project – RPA 1) bonds. The net proceeds of which were used to fund the redevelopment project. The bonds bear interest from 4.25% to 5.375% and are scheduled to mature on May 1, 2044. The bonds are subject to redemption provisions prior to maturity as provided for in the Official Statement.

The bonds are special limited obligations of the Authority, payable solely from bond proceeds and pledged revenues. The City, Authority, County, and Move Rolla Transportation District (the District) have entered into a financing agreement pursuant to which the City, County, and District have agreed to transfer certain revenues to the bond trustee. The City's obligation to transfer certain revenues terminates on August 29, 2039, whether or not the principal amount or interest on the bonds has been paid in full.

Under the agreement, the City has agreed to redirect 50% of certain City sales taxes as economic activity taxes (EATS) generated in RPA 1. In addition, the City will also redirect certain additional City revenues in the amount equal to 50% of the sales tax revenues resulting from taxable sales in RPA 1 related to the City's 0.5% capital improvements sales tax and 0.5% transportation sales tax after the captured TIF revenues (i.e. TIF will capture 50% of such sales tax revenues and the additional City revenues will be an amount equal to 50% of the remaining revenues after the TIF capture). Total sales taxes redirected totaled \$856,053 for the year ended September 30, 2024.

20. Commitments, Contingencies, and Subsequent Events

Primary Government

Landfill Closing Obligation

In January 1995, the City, along with the five other Landfill Board members, entered into a "Contract of Obligation" with the Missouri Department of Natural Resources (DNR) to satisfy the financial assurance requirement for landfill

City of Rolla

Notes to the Financial Statements

September 30, 2024

operations. The Landfill Board members are obligated to close the landfill in a manner that meets DNR's standards and to properly maintain the closed landfill for 30 years thereafter. If the closure and post-closure is not done properly, the "Contract of Obligation" authorizes the DNR to collect \$93,564 from any funds due the members from the Missouri Department of Revenue and the State Treasurer to compensate the State for corrective procedures.

Construction Commitments

As of September 30, 2024, the City had the following commitments for construction contracts:

Project	Contract Amount	Remaining Amount
Hy Point Force Main improvements	\$ 333,000	\$ 153,000
Taxiway reconstruction project	\$ 239,692	\$ 56,970
Route E sidewalk improvement	\$ 605,622	\$ 605,622

Subsequent Events

Subsequent to September 30, 2024, the City entered into the following agreements for construction projects:

Project	Contract Amount
Hy Point Force Main improvements	\$ 2,006,270
Storm sewer rehabilitation	\$ 530,265
Design and right-of-way plans for roundabout	\$ 211,400
FY 2025 asphalt projects	\$ 1,061,021

On March 14, 2025, the City experienced a tornadic event that traveled through the City. Damage to City property is estimated to be around \$1 million. As of the date of this report, the City has received approximately half of this from insurance. The City expects to receive all but the insurance deductible of \$50,000.

Component Unit

Pooled Energy

The City of Rolla (the City) is a member of the Missouri Joint Municipal Electric Utility Commission (MJMEUC). RMU represents the City with respect to MJMEUC matters. MJMEUC manages a power pool known as Missouri Public Energy Pool #1 (MoPEP). The City is a member of MoPEP. All MoPEP members (including the City) have an agreement (the MoPEP Agreement) with MJMEUC for the purchase of electric capacity and energy from MJMEUC. The MoPEP Agreement requires MJMEUC to supply the full energy requirements of the City and includes a procedure for the City to dedicate its capacity to MoPEP.

MoPEP operations are governed by a committee (Pool Committee) consisting of one representative from each MoPEP member and is currently comprised of thirty-five (35) members. The Pool Committee is charged with setting rates for all services provided by MJMEUC to MoPEP members. These rates include recovery of all MJMEUC's costs (the Direct Costs) incurred in connection with acquiring, providing, arranging, or financing the provision of full requirements service to MoPEP members. Such rates are based upon an annual budget and include, but are not limited to, all payments MJMEUC is required to make, or reserves, or coverage MJMEUC is required to maintain, pursuant to any bond indenture, financing lease or loan agreement or other financial contract in order to procure, deliver or finance resources intended to provide full requirements service, without regard to whether any particular resource is available to or used

City of Rolla

Notes to the Financial Statements

September 30, 2024

by any particular MoPEP member. Direct costs also include amounts required to fund MoPEP capital and/or operating reserves as may be established from time to time by the Pool Committee.

The rates are established so as to charge each MoPEP member (including the City) its proportionate share of all costs associated with MJMEUC's performance under the MoPEP Agreement. Charges based on such rates are assessed and billed monthly. Rates are required to be established at least annually and adjusted to recognize variances between budgeted and actual costs at least every six months.

To meet the power and energy requirements of the City and the other MoPEP members, MJMEUC presently obtains power and energy from the following sources: 1) power purchased under long-term firm energy contracts, unit-contingent energy contracts and interruptible contracts; 2) MJMEUC owned generation; 3) member capacity; and 4) spot market purchases. The City purchases its full energy requirements from MJMEUC pursuant to the MoPEP Agreement but does not have any ownership interest in MJMEUC's resources.

Subsequent Events

On March 14, 2025, Rolla, Missouri was hit by an EF-2 tornado. This tornado caused extensive damage to the electric distribution system which is not covered by insurance. Total cost of this tornado to RMU is approximately \$1,476,000. RMU has applied for FEMA reimbursement to cover 75% of the costs.

In December 2025, the Rolla Board of Public Works approved a project to remodel and expand the RMU Service Department. This will allow the Business Office personnel to be housed with the service department in one building. The cost of the expansion and remodel was awarded to Trigent Solutions, Inc. in the amount of \$6,077,700.

Subsequent to year end, RMU started the Nagogami Pressure Zone water pump station project with an estimated cost of \$4.5 million. The University of Missouri, Rolla has agreed to pay half of all costs and RMU was awarded \$1.1 million in ARPA grant funds. RMU has approved the following agreements subsequent to year end related to the project: Build Tech Construction in the amount of \$576,664; Municipal Equipment Company, Inc., in the amount of \$403,106; UDT, LLC in the amount of \$842,654; and EFI-Solutions in the amount of \$492,846.

21. Incentives

RMU entered into an incentive agreement with Hartmann US Inc. (the Company). RMU will provide Utility Cost Assistance discounts to the Company based on utility rates in effect at the given time. Electric energy and water consumption and wastewater utility charges will be discounted during the first 5 years of the facility's operations. Year one for the discounts began as of the first day of the month in which the Company began operating the facility. For the year ended September 30, 2024, RMU discounts were \$115,546.

22. Related Party Transactions

RMU provides water and electric services to the City of Rolla. It also provides billing and collection services to the City for PILOT, sewer and sanitation services, which are not recorded as revenues on RMU's financial statements. RMU recorded accounts payable for the amounts owed to the City for these collections in the amount of \$1,042,680 for the year ended September 30, 2024. The City of Rolla paid RMU \$607,258 for water and electric services, \$191,406 for billing services, and contributed \$66,654 for capital expenses for the year ended September 30, 2024.

City of Rolla

Notes to the Financial Statements

September 30, 2024

23. Restatement of Beginning Balances

During the year ended September 30, 2024, RMU implemented a new software program. Items that were expensed in previous years, were recaptured by the new software as inventory, restating the beginning Net Position for the accounting correction as follows:

	<u>Net Position</u>
September 30, 2023, as previously reported	\$ 67,869,110
Accounting Correction	
Inventory	746,762
September 30, 2023, as restated	<u><u>\$ 68,615,872</u></u>

Required Supplementary Information

City of Rolla

Budgetary Comparison Schedule – General Fund

Year Ended September 30, 2024

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes				
Property	\$ 1,127,500	\$ 1,127,500	\$ 1,114,114	\$ (13,386)
Sales	7,063,000	7,435,000	7,232,240	(202,760)
Motor vehicle	214,000	214,000	212,022	(1,978)
Franchise	373,000	373,000	312,212	(60,788)
PILOT	1,535,000	1,535,000	1,606,003	71,003
Lodging	485,000	485,000	488,964	3,964
Cigarette	80,000	80,000	77,034	(2,966)
	10,877,500	11,249,500	11,042,589	(206,911)
Licenses, permits, and fees				
Occupational licenses	52,500	52,500	58,907	6,407
Building permits	105,000	105,000	143,048	38,048
Other	58,950	58,950	63,965	5,015
	216,450	216,450	265,920	49,470
Intergovernmental Revenues				
Landfill	6,000	6,000	4,984	(1,016)
PCESB	1,490,605	1,490,605	1,507,305	16,700
Library	438,300	439,600	439,580	(20)
Grants	50,000	74,250	77,273	3,023
Other	265,000	883,000	898,019	15,019
	2,249,905	2,893,455	2,927,161	33,706
Charges for Services	60,180	60,180	60,181	1
Fines and forfeitures				
City court fines	160,000	160,000	120,066	(39,934)
Police training fees	3,500	3,500	3,237	(263)
	163,500	163,500	123,303	(40,197)
Interest income	90,000	90,000	121,581	31,581
Miscellaneous				
Lease and rent income	9,300	9,300	9,340	40
Animal shelter	32,000	32,000	32,462	462
Other	153,000	153,000	35,464	(117,536)
	194,300	194,300	77,266	(117,034)
Total Revenues	13,851,835	14,867,385	14,618,001	(249,384)

City of Rolla

Budgetary Comparison Schedule – General Fund

Year Ended September 30, 2024

	Original Budget	Final Budget	Actual	Variance With Final Budget
Expenditures				
Current				
Administrative	560,060	560,060	604,630	(44,570)
Administrator	352,225	352,225	300,448	51,777
Finance	778,195	778,195	694,908	83,287
Legal services	117,940	117,940	76,068	41,872
City court	147,895	147,895	133,846	14,049
911 telecommunications	1,476,605	1,476,605	1,485,430	(8,825)
Animal control	445,155	445,155	199,189	245,966
Police	4,771,150	4,771,150	4,727,731	43,419
Fire	3,485,820	4,091,210	3,929,853	161,357
Buildings	109,675	109,675	115,218	(5,543)
Community development	523,050	523,050	482,619	40,431
Library	431,300	431,300	424,094	7,206
Economic development	62,025	57,075	40,176	16,899
Capital outlay	699,851	699,851	701,376	(1,525)
Debt service				
Principal	430,018	430,018	430,018	-
Interest and fees	118,432	118,432	123,039	(4,607)
Total Expenditures	14,509,396	15,109,836	14,468,643	641,193
 <i>Excess (Deficit) of Revenues Over Expenditures</i>	 (657,561)	 (242,451)	 149,358	 391,809
 Other Financing Sources (Uses)				
Sale of assets	90,000	90,000	50,006	(39,994)
Operating transfer in	760,100	760,100	480,100	(280,000)
Operating transfer (out)	(250,000)	(250,000)	(956,491)	(706,491)
Total Other Financing Sources (Uses)	600,100	600,100	(426,385)	(1,026,485)
 <i>Net Change in Fund Balance</i>	 (57,461)	 357,649	 (277,027)	 (634,676)
 Fund Balance, Beginning of Year	 5,516,315	 7,315,303	 7,315,303	 -
Fund Balance, End of Year	\$ 5,458,854	\$ 7,672,952	\$ 7,038,276	\$ (634,676)

City of Rolla

Budgetary Comparison Schedule – Street Fund

Year Ended September 30, 2024

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes	\$ 6,741,000	\$ 6,741,000	\$ 6,584,458	\$ (156,542)
Intergovernmental	440,000	440,000	-	-
Charges for services	1,273,000	1,273,000	258,125	(1,014,875)
Interest income	60,000	60,000	185,314	125,314
Miscellaneous	16,300	16,300	99,051	82,751
Total Revenues	8,530,300	8,530,300	7,126,948	(963,352)
Expenditures				
Current				
Street	4,318,575	4,318,575	4,022,797	295,778
Capital outlay	3,849,200	3,849,200	1,481,462	2,367,738
Debt service				
Principal	422,901	422,901	422,901	-
Interest and fees	92,099	92,099	91,802	297
Total Expenditures	8,682,775	8,682,775	6,018,962	2,663,813
<i>Excess (Deficit) of Revenues Over Expenditures</i>	(152,475)	(152,475)	1,107,986	1,700,461
Other Financing Sources (Uses)				
Sale of assets	31,000	31,000	25,661	(5,339)
Operating transfers in	285,569	285,569	285,569	-
Operating transfers (out)	(534,500)	(534,500)	(534,500)	-
Total Other Financing Sources (Uses)	(217,931)	(217,931)	(223,270)	(5,339)
<i>Net Change in Fund Balance</i>	(370,406)	(370,406)	884,716	1,695,122
Fund Balance, Beginning of Year	7,487,889	8,487,710	8,487,710	-
Fund Balance, End of Year	\$ 7,117,483	\$ 8,117,304	\$ 9,372,426	\$ 1,695,122

City of Rolla

Budgetary Comparison Schedule – Recreation Center Fund

Year Ended September 30, 2024

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes	\$ 100	\$ 100	\$ 129	\$ 29
Intergovernmental	250,000	250,000	-	(250,000)
Charges for services	-	-	7,268	7,268
Total Revenues	250,100	250,100	7,397	(242,703)
Expenditures				
Current				
Administration	391,750	674,540	615,605	58,935
Maintenance	38,455	38,455	92,529	(54,074)
Capital outlay	-	152,210	151,507	703
Debt service				
Principal	49,680	49,680	49,680	-
Interest and fees	7,420	7,420	9,387	(1,967)
Total Expenditures	487,305	922,305	918,708	3,597
<i>Excess (Deficit) of Revenues Over Expenditures</i>	(237,205)	(672,205)	(911,311)	(239,106)
Other Financing Sources (Uses)				
Sale of assets	500	500	-	(500)
Operating transfers in	250,000	625,000	1,188,459	563,459
Total Other Financing Sources (Uses)	250,500	625,500	1,188,459	562,959
<i>Net Change in Fund Balance</i>	13,295	(46,705)	277,148	323,853
Fund Balance, Beginning of Year	(757)	(277,188)	(277,188)	-
Fund Balance, End of Year	\$ 12,538	\$ (323,893)	\$ (40)	\$ 323,853

City of Rolla

Budgetary Comparison Schedule – American Rescue Plan Act Fund

Year Ended September 30, 2024

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	\$ -	\$ 522,000	\$ 553,735	\$ -
Interest income	3,000	21,300	18,303	(2,997)
Total Revenues	3,000	543,300	572,038	(2,997)
Expenditures				
Current				
Administrative	150,000	150,000	99,379	50,621
Finance	150,000	150,000	127,547	22,453
Fire	40,000	40,000	-	40,000
Sewer	475,000	475,000	-	475,000
Recreation	250,000	250,000	-	250,000
Capital Outlay	100,000	100,000	94,627	5,373
Total Expenditures	1,165,000	1,165,000	321,553	843,447
<i>Excess (Deficit) of Revenues Over Expenditures</i>	(1,162,000)	(621,700)	250,485	840,450
Other Financing Sources (Uses)				
Operating transfers (out)	-	-	(250,000)	(250,000)
<i>Net Change in Fund Balance</i>	(1,162,000)	(621,700)	485	590,450
Fund Balance, Beginning of Year	1,641,312	22,357	22,357	-
Fund Balance, End of Year	\$ 479,312	\$ (599,343)	\$ 22,842	\$ 590,450

City of Rolla

Budgetary Comparison Schedule – Parks Fund

Year Ended September 30, 2024

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes	\$ 1,817,300	\$ 1,817,300	\$ 1,483,287	\$ (334,013)
Intergovernmental	495,000	495,000	219,250	-
Charges for services	237,800	237,800	183,093	(54,707)
Interest income	6,000	6,000	15,879	9,879
Miscellaneous	-	-	7,000	7,000
Total Revenues	2,556,100	2,556,100	1,908,509	(371,841)
Expenditures				
Current				
Administration	220,455	220,455	248,974	(28,519)
Parks department	891,190	891,190	872,507	18,683
SplashZone	292,650	372,650	344,385	28,265
Outdoor recreation	182,435	182,435	195,310	(12,875)
Capital outlay	943,800	943,800	819,226	124,574
Debt service				
Principal	23,891	23,891	23,891	-
Interest and fees	2,609	2,609	2,604	5
Total Expenditures	2,557,030	2,637,030	2,506,897	130,133
<i>Excess (Deficit) of Revenues Over Expenditures</i>	(930)	(80,930)	(598,388)	(241,708)
Other Financing Sources (Uses)				
Sale of assets	8,000	8,000	-	(8,000)
Operating transfers in	-	-	186,900	186,900
Operating transfers (out)	(93,100)	(93,100)	-	93,100
Total Other Financing Sources (Uses)	(85,100)	(85,100)	186,900	272,000
<i>Net Change in Fund Balance</i>	(86,030)	(166,030)	(411,488)	30,292
Fund Balance, Beginning of Year	386,002	638,215	638,215	-
Fund Balance, End of Year	\$ 299,972	\$ 472,185	\$ 226,727	\$ 30,292

City of Rolla

Budgetary Comparison Schedule – Airport Fund

Year Ended September 30, 2024

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	\$ 100,000	\$ 228,000	\$ 227,748	\$ (252)
Charges for services	545,000	545,000	548,212	3,212
Interest income	900	900	1,662	762
Contributions and other	129,000	129,000	142	(128,858)
Total Revenues	774,900	902,900	777,764	(125,136)
Expenditures				
Current				
Airport	790,075	790,075	708,892	81,183
Capital outlay	199,500	199,500	243,375	(43,875)
Debt service				
Principal	93,187	93,187	93,187	-
Interest and fees	1,813	1,813	13,953	(12,140)
Total Expenditures	1,084,575	1,084,575	1,059,407	25,168
<i>Excess (Deficit) of Revenues Over Expenditures</i>	(309,675)	(181,675)	(281,643)	(99,968)
Other Financing Sources (Uses)				
Sale of assets	5,000	5,000	3,000	(2,000)
Operating transfers in	300,000	300,000	300,000	-
Operating transfers (out)	(47,400)	(47,400)	(47,400)	-
Total Other Financing Sources (Uses)	257,600	257,600	255,600	(2,000)
<i>Net Change in Fund Balance</i>	(52,075)	75,925	(26,043)	(101,968)
Fund Balance, Beginning of Year	55,368	248,074	248,074	-
Fund Balance, End of Year	\$ 3,293	\$ 323,999	\$ 222,031	\$ (101,968)

City of Rolla

Budgetary Comparison Schedule – Cemetery Fund

Year Ended September 30, 2024

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Charges for services	\$ 16,000	\$ 16,000	\$ 12,830	\$ (3,170)
Interest income	5,000	5,000	7,765	2,765
Miscellaneous	-	-	100	100
Total Revenues	21,000	21,000	20,695	(305)
Expenditures				
Current				
Cemetery	8,000	8,000	4,750	3,250
Total Expenditures	8,000	8,000	4,750	3,250
<i>Excess (Deficit) of Revenues Over Expenditures</i>	13,000	13,000	15,945	2,945
Fund Balance, Beginning of Year	350,144	349,685	349,685	-
Fund Balance, End of Year	\$ 363,144	\$ 362,685	\$ 365,630	\$ 2,945

City of Rolla

Budgetary Comparison Schedule – Park Land Reserve Fund

Year Ended September 30, 2024

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Investment income	\$ 150	\$ 150	\$ 143	\$ (7)
Miscellaneous	500	500	540	40
Total Revenues	650	650	683	33
Expenditures				
Capital Outlay	25,000	33,000	32,503	497
Total Expenditures	25,000	33,000	32,503	497
<i>Excess (Deficit) of Revenues Over Expenditures</i>	(24,350)	(32,350)	(31,820)	530
Other Financing Sources (Uses)				
Operating transfers in	-	18,050	18,032	(18)
<i>Net Change in Fund Balance</i>	(24,350)	(14,300)	(13,788)	512
Fund Balance, Beginning of Year	75,269	15,104	15,104	-
Fund Balance, End of Year	\$ 50,919	\$ 804	\$ 1,316	\$ 512

City of Rolla

Notes to the Budgetary Comparison Schedules

Year Ended September 30, 2024

Budgets and Budgetary Accounting

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

1. Prior to October, Administration submits to the City Council a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditure plans for all fund types and the proposed means of financing them.
2. One public hearing is conducted by the City Council in August to obtain taxpayers' comments on the proposed budget and tax levy.
3. Prior to October 1, ordinances are passed by Council which provide for legally adopted budgets for all funds of the City.
4. Formal budgetary integration is employed as a management control device for all funds of the City.
5. Budgets for the General and Special Revenue Funds are adopted on a basis consistent with GAAP. Budgeted amounts may be amended during the year by City Council.

Schedule of Changes in Net Pension Asset and Related Ratios

Year Ended September 30, 2024

Missouri Local Government Employees Retirement System (LAGERS)

Primary Government

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service cost	\$ 1,167,988	\$ 1,089,720	\$ 1,018,835	\$ 1,013,892	\$ 1,015,525	\$ 944,358	\$ 907,522	\$ 863,543	\$ 840,889	\$ 846,914
Interest on total pension liability	3,603,158	3,345,132	3,173,585	3,167,688	3,081,497	2,851,330	2,723,032	2,556,735	2,373,659	2,269,899
Difference between expected and actual experience	1,669,096	1,728,947	345,657	138,813	(1,221,136)	780,926	(434,025)	276,100	(563,660)	(460,292)
Changes of assumptions	-	-	-	(797,508)	-	-	-	-	1,209,382	-
Benefit payments and refunds	(2,588,565)	(2,446,254)	(1,808,996)	(1,949,353)	(1,432,174)	(1,441,401)	(1,448,450)	(1,400,838)	(1,293,477)	(1,153,761)
Net Change in Total Pension Liability	3,851,677	3,717,545	2,729,081	1,573,532	1,443,712	3,135,213	1,748,079	2,295,540	2,566,793	1,502,760
Total Pension Liability, Beginning	52,171,951	48,454,406	45,725,325	44,151,793	42,708,081	39,572,868	37,824,789	35,529,249	32,962,456	31,459,696
Total Pension Liability, Ending	56,023,628	52,171,951	48,454,406	45,725,325	44,151,793	42,708,081	39,572,868	37,824,789	35,529,249	32,962,456
Plan Fiduciary Net Position										
Contributions - employer	1,028,503	1,023,878	1,016,939	950,606	872,176	839,161	740,646	778,575	852,947	964,218
Net investment income	3,101,792	2,092,368	39,790	13,057,074	593,334	2,853,750	4,937,269	4,377,781	(96,081)	731,693
Benefit payments and refunds	(2,588,565)	(2,446,254)	(1,808,996)	(1,949,353)	(1,432,174)	(1,441,401)	(1,448,450)	(1,400,838)	(1,293,477)	(1,153,761)
Pension plan administrative expenses	(52,573)	(59,368)	(40,994)	(37,191)	(48,274)	(43,234)	(29,709)	(27,392)	(27,173)	(28,893)
Other	(205,784)	(42,282)	(169,193)	243,475	86,034	(274,855)	(357,862)	(117,506)	96,067	380,572
Net Change in Plan Fiduciary Net Position	1,283,373	568,342	(962,454)	12,264,611	71,096	1,933,421	3,841,894	3,610,620	(467,717)	893,829
Plan Fiduciary Net Position, Beginning	58,402,289	57,833,947	58,796,401	46,531,790	46,460,694	44,527,273	40,685,379	37,074,759	37,542,476	36,648,647
Plan Fiduciary Net Position, Ending	59,685,662	58,402,289	57,833,947	58,796,401	46,531,790	46,460,694	44,527,273	40,685,379	37,074,759	37,542,476
Employer Net Pension (Asset)	\$ (3,662,034)	\$ (6,230,338)	\$ (9,379,541)	\$ (13,071,076)	\$ (2,379,997)	\$ (3,752,613)	\$ (4,954,405)	\$ (2,860,590)	\$ (1,545,510)	\$ (4,580,020)

Plan fiduciary net position as a percentage of the total pension liability

Covered payroll 106.54% \$ 9,991,296 \$ 9,471,168 \$ 8,829,357 \$ 8,310,830 \$ 8,582,807 \$ 8,442,672 \$ 7,583,481 \$ 7,600,104 \$ 7,072,467 \$ 7,079,117

Employer's net pension liability (asset) as a percentage of covered payroll 36.65% 65.78% 106.23% 157.28% 27.73% 44.45% 65.33% 37.64% 21.85% 64.70%

Schedule of Changes in Net Pension Asset and Related Ratios

Year Ended September 30, 2024

Missouri Local Government Employees Retirement System (LAGERS)

Rolla Municipal Utilities

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service cost	\$ 404,487	\$ 366,137	\$ 328,075	\$ 312,217	\$ 314,129	\$ 308,026	\$ 297,977	\$ 282,768	\$ 279,195	\$ 277,593
Interest on total pension liability	1,663,584	1,524,001	1,443,659	1,451,327	1,387,469	1,336,991	1,287,095	1,239,270	1,186,863	1,147,696
Difference between expected and actual experience	989,820	1,142,574	367,476	261,486	136,278	(80,718)	(133,869)	(93,049)	(432,027)	(118,542)
Changes of assumptions	-	-	-	(454,647)	-	-	-	-	449,770	-
Benefit payments and refunds	(1,067,597)	(1,047,783)	(973,823)	(971,409)	(941,381)	(803,132)	(733,934)	(818,192)	(709,110)	(823,502)
Net Change in Total Pension Liability	1,990,294	1,984,929	1,165,387	598,974	896,495	761,167	717,269	610,797	774,691	483,245
Total Pension Liability, Beginning	24,091,427	22,106,498	20,941,111	20,342,137	19,445,642	18,684,475	17,967,206	17,356,409	16,581,718	16,098,473
Total Pension Liability, Ending	26,081,721	24,091,427	22,106,498	20,941,111	20,342,137	19,445,642	18,684,475	17,967,206	17,356,409	16,581,718
Plan Fiduciary Net Position										
Contributions - employer	308,748	285,882	230,480	188,678	190,305	200,539	222,677	376,115	747,730	775,627
Net investment income	1,407,982	921,301	20,309	6,097,877	283,935	1,385,210	2,374,937	2,198,821	(19,957)	361,988
Benefit payments and refunds	(1,067,597)	(1,047,783)	(973,823)	(971,409)	(941,381)	(803,132)	(733,934)	(818,192)	(709,110)	(823,502)
Pension plan administrative expenses	(14,983)	(16,744)	(11,491)	(10,991)	(13,579)	(11,953)	(8,024)	(7,838)	(7,570)	(8,575)
Other	164,863	40,606	10,607	93,780	(7,139)	105,540	(51,027)	28,333	(332,935)	(362,570)
Net Change in Plan Fiduciary Net Position	799,013	183,262	(723,918)	5,397,935	(487,859)	876,204	1,804,629	1,777,239	(321,842)	(57,032)
Plan Fiduciary Net Position, Beginning	26,797,412	26,614,150	27,338,068	21,940,133	22,427,992	21,551,788	19,747,159	17,969,920	18,291,762	18,348,794
Plan Fiduciary Net Position, Ending	27,596,425	26,797,412	26,614,150	27,338,068	21,940,133	22,427,992	21,551,788	19,747,159	17,969,920	18,291,762
Employer Net Pension (Asset)	\$ (1,514,704)	\$ (2,705,985)	\$ (4,507,652)	\$ (6,396,957)	\$ (1,597,996)	\$ (2,982,350)	\$ (2,867,313)	\$ (1,779,953)	\$ (613,511)	\$ (1,710,044)
Plan fiduciary net position as a percentage of the total pension liability	105.81%	111.23%	120.39%	130.55%	107.86%	115.34%	115.35%	109.91%	103.53%	110.31%
Covered payroll	\$ 3,555,510	\$ 3,368,145	\$ 2,955,537	\$ 2,719,253	\$ 2,578,115	\$ 2,672,909	\$ 2,592,834	\$ 2,547,770	\$ 2,355,439	\$ 2,326,138
Employer's net pension liability (asset) as a percentage of covered payroll	-42.60%	-80.34%	-152.52%	-235.25%	-61.98%	-111.58%	-110.59%	-69.86%	-26.05%	-73.51%

City of Rolla

Schedule of Contributions Year Ended September 30, 2024

Missouri Local Government Employees Retirement System (LAGERS)

Primary Government

Year Ending June 30,	Actuarially Determined Contribution	Contribution in Relation to the Actuarially Determined Contribution	Contribution (Excess) Deficiency	Covered Payroll	Contribution as a Percentage of Covered Payroll
2015	\$ 949,662	\$ 949,662	\$ -	\$ 7,087,603	13.40%
2016	863,721	863,721	-	7,554,556	11.43%
2017	753,594	753,594	-	7,624,380	9.88%
2018	746,939	746,939	-	7,843,644	9.52%
2019	881,433	870,485	10,948	8,388,975	10.38%
2020	880,575	880,575	-	8,684,473	10.14%
2021	975,618	953,618	22,000	8,447,877	11.29%
2022	997,849	997,849	-	9,168,612	10.88%
2023	1,039,156	1,039,156	-	9,951,858	10.44%
2024	1,024,643	1,024,643	-	10,808,865	9.48%

Rolla Municipal Utilities

Year Ending June 30,	Actuarially Determined Contribution	Contribution in Relation to the Actuarially Determined Contribution	Contribution (Excess) Deficiency	Covered Payroll	Contribution as a Percentage of Covered Payroll
2015	\$ 372,878	\$ 372,878	\$ -	\$ 2,390,242	15.60%
2016	294,725	294,725	-	2,415,780	12.20%
2017	265,919	265,919	-	2,556,915	10.40%
2018	208,711	208,711	-	2,576,683	8.10%
2019	198,540	198,540	-	2,647,193	7.50%
2020	189,034	189,034	-	2,739,622	6.90%
2021	189,278	189,278	-	2,825,034	6.70%
2022	251,828	242,384	9,444	3,147,846	7.70%
2023	313,552	306,506	7,046	3,523,056	8.70%
2024	305,080	305,080	-	3,720,484	8.20%

City of Rolla

Notes to the Schedule of Contributions

Year Ended September 30, 2024

Valuation Date: February 29, 2024

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

Methods and Assumptions Used to Determine Contribution Rates

Actuarial Cost Method: Entry Age Normal and Modified Terminal Funding

Amortization Method: Level Percentage of Payroll, Closed

Remaining Amortization Period: Multiple bases from 14 to 15 years for the City and 7 to 15 years for RMU

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

Inflation: 2.75% wage inflation; 2.25% price inflation

Salary Increases:

- 2.75% to 6.75% including wage inflation for the General Division
- 2.75% to 6.55% including wage inflation for the Police Division
- 2.75% to 7.15% including wage inflation for the Fire Division

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

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

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

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

Other Information: None

City of Rolla

Schedule of Changes in Total OPEB Liability and Related Ratios

Year Ended September 30, 2024

	2024	2023	2022	2021	2020	2019	2018
Primary Government							
Total OPEB Liability							
Service costs	\$ 461,587	\$ 421,353	\$ 568,490	\$ 542,848	\$ 470,860	\$ 279,749	\$ 301,686
Interest on total OPEB liability	343,225	315,996	220,787	205,059	192,826	245,891	214,085
Economic/demographic gains or losses	(601,900)	-	(1,445,101)	-	1,232,310	-	-
Changes of assumptions	210,939	(54,381)	(900,810)	(40,696)	346,136	896,106	(291,149)
Benefit payments and refunds	(158,605)	(224,829)	(186,208)	(297,576)	(271,342)	(220,818)	(183,029)
Net Change in Total OPEB Liability	<u>255,246</u>	<u>458,139</u>	<u>(1,742,842)</u>	<u>409,635</u>	<u>1,970,790</u>	<u>1,200,928</u>	<u>41,593</u>
Total OPEB Liability, Beginning	8,008,722	7,550,583	9,293,425	8,883,790	6,913,000	5,712,072	5,670,479
Total OPEB Liability, Ending	<u>\$ 8,263,968</u>	<u>\$ 8,008,722</u>	<u>\$ 7,550,583</u>	<u>\$ 9,293,425</u>	<u>\$ 8,883,790</u>	<u>\$ 6,913,000</u>	<u>\$ 5,712,072</u>
Covered payroll	\$ 12,552,579	\$ 11,745,158	\$ 11,165,135	\$ 10,099,472	\$ 10,672,000	\$ 10,115,000	\$ 9,150,000
OPEB liability as a percentage of covered payroll	65.83%	68.19%	67.63%	92.02%	83.24%	68.34%	62.43%
Rolla Municipal Utilities							
Total OPEB Liability							
Service costs	\$ 7,186	\$ 7,212	\$ 10,899	\$ 11,490	\$ 9,735	\$ 8,721	\$ 9,218
Interest on total OPEB liability	13,667	12,906	9,884	9,488	13,044	17,742	16,109
Economic/demographic gains or losses	56,004	-	(80,010)	-	(85,902)	-	-
Changes of assumptions	8,515	(1,974)	(52,908)	(1,721)	18,941	58,952	(20,464)
Benefit payments and refunds	(9,038)	(1,021)	-	(21,136)	(16,116)	(24,746)	(20,240)
Net Change in Total OPEB Liability	<u>76,334</u>	<u>17,123</u>	<u>(112,135)</u>	<u>(1,879)</u>	<u>(60,298)</u>	<u>60,669</u>	<u>(15,377)</u>
Total OPEB Liability, Beginning	331,449	314,326	426,461	428,340	488,638	427,969	443,346
Total OPEB Liability, Ending	<u>\$ 407,783</u>	<u>\$ 331,449</u>	<u>\$ 314,326</u>	<u>\$ 426,461</u>	<u>\$ 428,340</u>	<u>\$ 488,638</u>	<u>\$ 427,969</u>
Covered payroll	\$ 3,878,292	\$ 3,326,959	\$ 3,165,031	\$ 3,072,387	\$ 2,857,037	\$ 2,742,351	\$ 2,654,896
OPEB liability as a percentage of covered payroll	10.51%	9.96%	9.93%	13.88%	14.99%	17.82%	16.12%

The schedule is intended to show information for ten years. Additional years will be displayed as they become available.

Other Reporting Requirements



Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Honorable Mayor and City Council
City of Rolla
Rolla, Missouri

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, the discretely presented component unit, and each major fund of the City of Rolla, Missouri, as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the City of Rolla, Missouri's basic financial statements, and have issued our report thereon, dated April 3, 2026.

We have audited the discretely presented component unit Rolla Municipal Utilities, and issued our report dated March 31, 2026. This report does not include our testing of internal control over financial reporting or compliance and other matters that are reported for the discretely presented component unit.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

KPM CPAs, LLC

KPM CPAS, LLC
Springfield, Missouri
April 3, 2026



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

Honorable Mayor and City Council
City of Rolla
Rolla, Missouri

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Rolla, Missouri's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended September 30, 2024. The City of Rolla, Missouri's major federal programs are identified in the Summary of Auditors' Results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the City of Rolla, Missouri, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2024.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

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

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

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

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

KPM CPAs, LLC

KPM CPAs, LLC
Springfield, Missouri
April 3, 2026

City of Rolla

Schedule of Expenditures of Federal Awards

Year Ended September 30, 2024

Federal Entity/Pass-through Entity/Program Title	Assistance Listing Number	Identifying Number of Pass-through Entity	Federal Expenditures
U.S. Department of Interior			
Missouri Department of Natural Resources			
Outdoor Recreation Acquisition, Development and Planning	15.916	P24AP01362/29-01778	\$ 5,750
Total U.S. Department of Interior			5,750
U.S. Department of Justice			
Direct			
Bulletproof Vest Partnership Program	16.607	N/A	3,640
Equitable Sharing Program	16.922	MO0810100	26,164
Missouri Department of Public Safety			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-23-GG-02992-MUMU-073	9,290
Total U.S. Department of Justice			39,094
U.S. Department of Transportation			
Missouri Department of Transportation			
<i>Highway Safety Cluster</i>			
State and Community Highway Safety	20.600	24-PT-02-061	9,600
<i>Total Highway Safety Cluster</i>			9,600
Airport Improvement Program, Infrastructure Investment and Jobs Act Programs, and COVID-19 Airports Programs	20.106	23-056A-1	227,748
Alcohol Open Container Requirements	20.607	24-154-AL-066	14,688
Total U.S. Department of Transportation			252,036
U.S. Department of the Treasury			
Direct			
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	773,735
Missouri Department of Natural Resources			
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	C8FBDBDFEC90	132,489
Missouri Department of Economic Development			
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	NCR18	219,000
			1,125,224
Direct			
Equitable Sharing	21.016	MO0810100	2,353
Total U.S. Department of the Treasury			1,127,577
U.S. Environmental Protection Agency			
Missouri Department of Natural Resources			
Clean Water State Revolving Fund	66.458	C295836-01	213,652
Total U.S. Environmental Protection Agency			213,652
U.S. Department of Homeland Security			
Missouri Department of Public Safety			
Emergency Management Performance Grants	97.042	EMK-2023-EP-0004-080	2,618
		EMK-2024-EP-05004-078	954
		EMPG Mini Grant	27,712
			31,284
Total U.S. Department of Homeland Security			31,284
Total Expenditures of Federal Awards			\$ 1,669,393

City of Rolla

Notes to the Schedule of Expenditures of Federal Awards

Year Ended September 30, 2024

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of the City of Rolla, Missouri, under programs of the federal government for the year ended September 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City of Rolla, Missouri, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City of Rolla, Missouri.

2. Summary of Significant Accounting Policies

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

3. Indirect Cost Rate

The City of Rolla, Missouri, has elected not to use the 10-percent *de minimis* indirect cost rate allowed under the Uniform Guidance.

4. Federal Loans

The City has an outstanding loan through the Clean Water State Revolving Fund from the Missouri Department of Natural Resources, as a pass-through agency for the Environmental Protection Agency (Assistance Listing Number 66.458). As of September 30, 2024, the outstanding loan payable balance for the Series 2020 Sewerage System Refunding and Improvement Revenue Bonds (State of Missouri – Direct Loan Program) was \$22,900,000.

City of Rolla

Schedule of Findings and Questioned Costs

Year Ended September 30, 2024

Section I: Summary of Auditors' Results

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

Section II: Financial Statement Findings

None

Section III: Federal Award Findings and Questioned Costs

None

City of Rolla

Summary Schedule of Prior Audit Findings

Year Ended September 30, 2024

Financial Statement Finding

Material Weakness

2023-001 *Financial Reporting*

Auditors' Recommendation: We recommend that management review year-end closing procedures to ensure that transactions are properly recorded and approved in accordance with generally accepted accounting principles.

Status: Corrected



Honorable Mayor and City Council
City of Rolla
Rolla, Missouri

In planning and performing our audit of the basic financial statements the financial statements of the governmental activities, business-type activities, the discretely presented component unit, and each major fund of the City of Rolla, Missouri, for the year ended September 30, 2024, we considered the City's internal control to determine our auditing procedures for the purpose of expressing opinions on the basic financial statements and not to provide assurance on the internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed in the Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statement Performed in Accordance with *Government Auditing Standards*, we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

We became aware of other matters to bring to your attention. The following paragraphs summarize our comments and suggestions regarding these matters.

1. Cybersecurity and Internal Controls

Management of the City is aware of cyber crimes and the importance of related internal controls. Cyberattacks are on the rise across the globe and these attacks are evolving in sophistication. Locally, there has been an increase in electronic vendor payment schemes. Fraudsters often submit fake documents to change bank routing and account numbers for electronic vendor payment deposits and often involve multiple hacks to compromise vendor information, along with e-mail or other forms of identification, in an attempt to disguise themselves as a legitimate representative of a vendor.

We Recommend:

The City ensure that its disbursements policies and procedures are monitored and re-evaluated on an ongoing basis as threats are continually evolving.

Because of the increase in electronic vendor payment schemes, we recommend that the following items are, at a minimum, included in the District's risk assessment of electronic disbursements:

- Segregate duties of employees who has access to and updates the master vendor file and the employee who creates the ACH transaction
- Ensure that management review all payee account changes that occur
- Implement account validation by verifying accuracy of account information and possibly account ownership, which could be accomplished by various methods such as ACH pre-notification or validation services that are possibly provided by the bank

- Ensure that ACH change forms are not publicly available on the District’s website and require that vendors contact the District directly for the forms
- Require a phone call to the vendor to a known and reliable contact at the vendor, to the phone number on file and not the contact or phone number that is obtained in a phone call or email that may be fictitious
- Require employee training, which will empower staff to routinely ask questions of both vendors and department staff, as well as raise the awareness of red flags
- Require reassessment of financial exposure to ACH fraud on an ongoing basis

The following pronouncements of the Governmental Accounting Standards Board (GASB) have been released recently and may be applicable to the City in the near future. We encourage management to review the following information and determine which standards may be applicable to the City. For the complete text of these and other GASB standards, visit www.gasb.org and click on the “Standards & Guidance” tab.

GASB Statement No. 101 – *Compensated Absences*

This standard updates the recognition and measurement guidance for compensated absences and amends certain previously required disclosures. This standard is effective for the City’s fiscal year beginning October 1, 2024.

GASB Statement No. 102 – *Certain Risk Disclosures*

This standard requires governments to disclose essential information about risks related to vulnerabilities due to certain concentrations or constraints. This standard is effective for the City’s fiscal year beginning October 1, 2024.

GASB Statement No. 103 – *Financial Reporting Model Improvements*

This standard changes and improves key components of the financial reporting model. Improvements and notable changes are made to management’s discussion and analysis, unusual or infrequent items, presentation of proprietary fund statements, presentation of and information about major component units, and budgetary comparison information. This standard is effective for the City’s fiscal year beginning October 1, 2025.

GASB Statement No. 104 – *Disclosure of Certain Capital Assets*

This standard establishes requirements for certain types of capital assets to be disclosed separately for purposes of note disclosures. This new standard also establishes requirements for capital assets held for sale and requires additional disclosure for those capital assets. This standard is effective for the City’s fiscal year beginning October 1, 2025.

GASB Statement No. 105 – *Subsequent Events*

This standard defines subsequent events as transactions or other events that occur after the date of the financial reporting statements, but before the date the financial statements are available to be issued. The standard also clarifies the different types of subsequent events, when note disclosures are required, and the information that should be included in those note disclosures. This standard is effective for the City’s fiscal year beginning October 1, 2026.

The GASB is working on several comprehensive projects that will likely have substantial impacts to government entities and will result in significant changes to government financial statements in the future. Information about completed, ongoing, or projected projects, visit www.gasb.org and click on the "Projects" tab. The most impactful of the projects that are worth watching is as follows:

The *Revenue and Expense Recognition* project aims to develop a comprehensive, principles-based model that would establish categorization, recognition, and measurement guidance applicable to a wide range of revenue and expense transactions. Currently, the GASB is redeliberating the preliminary views proposals. The final pronouncement is projected to be released in the first quarter of 2027.

Other topics that the GASB is researching are cybersecurity risk disclosures, GAAP structure, and note disclosures relating to the new revenue and expense recognition project.

We will review the status of these comments during our next audit engagement. We will be pleased to discuss them in further detail at your convenience, to perform any additional studies of these matters or to assist you in implementing the recommendations.

This information is intended solely for the use of the Honorable Mayor and City Council and management of the City of Rolla, Missouri, and is not intended to be, and should not be, used by anyone other than these specified parties.

We appreciate this opportunity to serve as the City of Rolla, Missouri's independent auditors and the courtesies and assistance extended to us by the City's employees.

Respectfully submitted,

KPM CPAs, LLC

KPM CPAs, LLC
Springfield, Missouri
April 3, 2026



Honorable Mayor and City Council
City of Rolla
Rolla, Missouri

We have audited the financial statements of the governmental activities, business-type activities, the discretely presented component unit, and each major fund of the City of Rolla, Missouri, for the year ended September 30, 2024. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, and Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated August 12, 2024. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City of Rolla, Missouri, are described in Note 1 to the financial statements. The application of existing policies was not changed during the year. We noted no transactions entered into by the City during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate(s) affecting the City's financial statements was management's estimate of the allowance for doubtful accounts for taxes, court fines and utilities receivable, which are based on the aged accounts receivable balances. We evaluated the key factors and assumptions used to develop the allowance for doubtful accounts in determining that they are reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. The following material misstatements detected as a result of audit procedures were corrected by management:

- Classification of redirected sales taxes
- Lease activity

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditors' report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated April 3, 2026.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditors' opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to pension schedules, the budgetary comparison schedules, OPEB information, and the Management's Discussion and Analysis, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

With respect to the supplementary information accompanying the financial statements, which includes the Schedule of Expenditures of Federal Awards, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the use of the Honorable Mayor and City Council and management of the City of Rolla, Missouri, and is not intended to be, and should not be, used by anyone other than these specified parties.

Sincerely,

KPM CPAs, LLC

KPM CPAs, LLC
Springfield, Missouri
April 3, 2026



CITY COUNCIL AGENDA

DEPARTMENT:

ACTION REQUESTED: Final Reading

SUBJECT: ORDINANCE TO ADOPT AND ENACT A NEW CODE OF ORDINANCES FOR THE CITY OF ROLLA

PREPARED BY: Lorri Powell, City Clerk

ATTACHMENTS: Ordinance, Background and Timeline

(CASE/PROJECT) NA

MEETING DATE: May 18th, 2026

Overview: This proposed ordinance would adopt the final legal review of the Rolla Municipal Code. This marks the end of a long and detailed process, including a comprehensive and detailed legal analysis to ensure full compliance with Missouri State Statutes. At this point, all substantive legal and structural work has been completed.

Background: In June of 2023, Council approved the selection of General Code for codification services and comprehensive legal analysis to ensure the city code was compliant with current State Statutes. The last time this had been completed was September of 1988 (ordinance 2633) and was long overdue.

City Administration and Staff believe this should be a living document and regularly updated to ensure compliance with evolving laws and maintain effective governance. Regular updates help address emerging issues, reflect societal trends, and adapt to changing demographics. This update will also enhance efficiency and transparency. The goal of this update is to ensure our ordinances reflect the needs and priorities of our residents while also mitigating legal risks and liabilities.

Fiscal considerations: Per contract, the remaining 10% of project will be due upon delivery of Codes
\$1652.50

Recommendation: Staff is requesting a final reading of the ordinance.

ORDINANCE NO. _____

AN ORDINANCE ADOPTING AND ENACTING A NEW CODE OF ORDINANCES OF THE CITY OF ROLLA, COUNTY OF PHELPS, STATE OF MISSOURI; ESTABLISHING THE SAME; PROVIDING FOR THE REPEAL OF CERTAIN ORDINANCES NOT INCLUDED THEREIN, EXCEPT AS HEREIN EXPRESSLY PROVIDED; PROVIDING FOR THE MANNER OF AMENDING SUCH CODE OF ORDINANCES; PROVIDING PENALTY FOR THE VIOLATION THEREOF; AND PROVIDING WHEN THIS ORDINANCE SHALL BECOME EFFECTIVE

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF ROLLA, MISSOURI AS FOLLOWS:

Section 1. Approval, Adoption and Enactment of Code.

Pursuant to Section 71.943 of the Revised Statutes of Missouri, the codification of ordinances of the "Code of Ordinances of the City of Rolla, County of Phelps, State of Missouri," is hereby adopted and enacted as the "Code of Ordinances of the City of Rolla"; which shall supersede all other general and permanent ordinances of the City passed on or before May 19, 2025, to the extent provided in Section 3 hereof.

Section 2. When Code Provisions Effective.

All provisions of such Code shall be in full force and effect from and after the effective date of this ordinance as set forth herein.

Section 3. Repeal of Legislation Not Contained in Code; Legislation Saved From Repeal; Matters Not Affected By Repeal.

A. All ordinances of a general and permanent nature of the City adopted on final passage on or before May 19, 2025, and not included in such Code or recognized and continued in force by reference therein, are hereby repealed from and after the effective date of this ordinance, except those which may be specifically excepted by separate ordinance, and except the following which are hereby continued in full force and effect, unless specifically repealed by separate ordinance:

1. Ordinances promising or guaranteeing the payment of money for the City, or authorizing the issuance of any bonds or notes of the City or any other evidence of the City's indebtedness, or authorizing any contract or obligation assumed by the City.
2. Ordinances levying taxes or making special assessments.

3. Ordinances appropriating funds or establishing salaries and compensation, and providing for expenses.
 4. Ordinances granting franchises or rights to any person, firm or corporation.
 5. Ordinances relating to the dedication, opening, closing, naming, establishment of grades, improvement, altering, paving, widening or vacating of streets, alleys, sidewalks or public places.
 6. Ordinances authorizing or relating to particular public improvements.
 7. Ordinances respecting the conveyances or acceptance of real property or easements in real property.
 8. Ordinances dedicating, accepting or vacating any plat or subdivision in the City or any part thereof, or providing regulations for the same, including the provisions in 1988 Code Chapter 42, Article X, Subdivision and Resubdivision of Property.
 9. Ordinances annexing property to the City.
 10. All zoning and subdivision ordinances not specifically repealed and not included herein, including the provisions in 1988 Code Chapter 42, Article XI, Amendments to the Official Zoning Districts Map.
 11. Ordinances establishing TIF districts or redevelopment districts.
 12. Ordinances relating to traffic schedules (e.g., stop signs, parking limits, etc.).
 13. All ordinances relating to personnel regulations (e.g., pensions, retirement, job descriptions and insurance, etc.).
 14. Ordinances authorizing the establishment of industrial development corporations.
 15. Ordinances establishing tax rates for the City.
 16. Ordinances relating to social security, including 1988 Code Sections 2-43 through 2-47.
- B. The repeal provided for in this Section shall not be construed to revive any ordinance or part thereof that has been repealed by a subsequent ordinance which is repealed by this ordinance.
- C. The repeal provided for in this Section shall not affect any offense or act committed or done or any penalty or forfeiture incurred or any contract or right established or accruing before the

effective date of this ordinance, nor shall it affect any prosecution, suit or proceeding pending or any judgment rendered prior to such date.

Section 4. Amendments To Code.

Any and all additions and amendments to such Code when passed in such form as to indicate the intention of the City Council to make the same a part thereof shall be deemed to be incorporated in such Code so that reference to the "Code of Ordinances of the City of Rolla" shall be understood and intended to include such additions and amendments.

Section 5. Gender-Neutral Language. Gender-specific pronouns (such as he, she, his, hers, him, her) have been removed from the Code. In place thereof, gender-neutral pronouns (such as they, them, their, themselves) have been used. Gendered titles of officials have been revised to be gender neutral (such as police officer rather than policeman).

Section 6. Violations and Penalties.

- A. Except as hereinafter provided, whenever in this Code or in any other ordinance of the City or in any rule, regulation or order promulgated pursuant to such Code or other ordinance of the City any act is prohibited or is made or declared to be unlawful or an offense or a misdemeanor, or whenever in such Code or in such other City ordinance, rule, regulation or order the doing of any act is required or the failure to do any act is declared to be unlawful, where no specific penalty is provided therefor, the violation of any such provision of this Code or of any other ordinance of the City or of any rule, regulation or order promulgated pursuant to such Code or other City ordinance shall be punished by a fine not exceeding five hundred dollars (\$500.00), or by imprisonment for a period of not exceeding three (3) months, or by both such fine and imprisonment.
- B. Whenever any provision of the Revised Statutes of Missouri or other statute of the State limits the authority of the City to punish the violation of any particular provision of this Code or other City ordinance or rule, regulation or order promulgated pursuant thereto to a fine of less amount than that provided in this Section or imprisonment for a shorter term than that provided in this Section, then the violation of such particular provision of this Code or other City ordinance, rule, regulation or order shall be punished by the imposition of not more than the maximum fine or imprisonment so authorized or by both such fine or imprisonment.
- C. Each day any violation of this Code or any other City ordinance or rule, regulation or order promulgated pursuant thereto shall continue to constitute a separate offense, unless otherwise provided.

Section 7. Applicability of General Penalty.

In case of the amendment by the City Council of any Section of such Code for which a penalty is not provided, the general penalty as provided in Section 6 of this ordinance shall apply to the Section as amended; or in case such amendment contains provisions for which a penalty other than the aforementioned general penalty is provided in another Section in the same Chapter, the penalty so provided in such other Section shall be held to relate to the Section so amended, unless such penalty is specifically repealed therein.

Section 8. Filing of Copy of Code; Codes To Be Kept Up To Date.

A copy of such Code shall be kept on file in the office of the City Clerk, preserved in loose-leaf form or in such other form as the City Clerk may consider most expedient. It shall be the express duty of the City Clerk, or someone authorized by said officer, to insert in their designated places all amendments and all ordinances or resolutions which indicate the intention of the City Council to make the same part of such Code when the same have been printed or reprinted in page form and to extract from such Code all provisions which from time to time may be repealed by the City Council. This copy of such Code shall be available for all persons desiring to examine the same.

Section 9. Altering or Tampering With Code; Violations and Penalties.

It shall be unlawful for any person to change or alter by additions or deletions any part or portion of such Code, or to insert or delete pages or portions thereof, or to alter or tamper with such Code in any manner whatsoever which will cause the law of the City of Rolla to be misrepresented thereby. Any person violating this Section shall be punished as provided in Section 6 of this ordinance.

Section 10. Severability.

It is hereby declared to be the intention of the City Council that the Sections, paragraphs, sentences, clauses and phrases of this ordinance and the Code hereby adopted are severable, and if any phrase, clause, sentence, paragraph or Section of this ordinance or the Code hereby adopted shall be declared unconstitutional or otherwise invalid by the valid judgment or decree of a court of competent jurisdiction, such unconstitutionality or invalidity shall not affect any of the remaining phrases, clauses, sentences, paragraphs and Sections of this ordinance or the Code hereby adopted.

Section 11. Effective Date.

This Ordinance shall be in full force and effect after its passage and approval, beginning June 1st 2026.

PASSED BY THE CITY COUNCIL OF THE CITY OF ROLLA, MISSOURI AND APPROVED BY THE MAYOR THIS 18th DAY OF MAY, 2026.

APPROVED:

ATTEST:

Mayor

City Clerk

APPROVED AS TO FORM:

City Counselor

Rolla Municipal Code Background and Timeline:

Previous comprehensive reviews were completed prior to 1988 with adopting ordinances: December 1984, Ordinance 2443; December 1971, Ordinance 1652; December 1963, Ordinance 1207.

October 2023, the City Code (posted at that time on the old website) was converted to the new eCode 360 publishing platform.

November 2023, we were delayed as our codification was not up to date. There were 33 laws that had been passed since April of 2023 that had been codified by MRPC, but IT at that time was unable to apply it online. We could not proceed to the Editorial and Legal Analysis until this was complete. General Code provided Administration with an estimate to get us caught up, which was accepted.

February 5, 2024, Supplement #1 was completed which updated our code. This was a lengthy process because of a Chapter 42 ordinance that contained significant changes. This first supplement codified legislation passed through January of 2024. At this time the link to the new eCode was posted online and the old version on the old website was removed. General Code could now proceed with the legal analysis.

June 2024, our legal analysis was ready for review, and we were assigned a tentative completion date of October 23, 2024, to have our questions answered.

September 2024, our project had not moved forward. The review of 400-500 questions on an unfamiliar website proved to be a daunting task. A seasoned representative from General Code contacted us regarding our lack of progress and walked us through the project from this point on.

Between the end of September 2024 and the completion of review in May of 2025, General code scheduled bi-monthly meetings with, then City Administrator, John Butz and City Clerk Lorri Powell. Regular meetings were scheduled with Department Directors regarding sections of the code relating to them. In Mid-May 2025, the review of

the legal analysis and all the questions assigned to staff regarding same was completed. General Code would have the changes made and a report of changes complete for one more review by staff in 60-90 days.

December 10th, 2025, all the changes had been applied, and the Department Directors were notified to do a final quick review of their portions of the 453-page Report of Codification. Minor changes were submitted for change.

December 9, 2025, P&Z had their Public Hearing regarding proposed changes to Chapter 42 with no issues or concerns.

Legislation has not been codified since April of 2025 and cannot be until the passage of this adoption ordinance.



CITY COUNCIL AGENDA

DEPARTMENT: Administration

ACTION REQUESTED: Second reading

SUBJECT: Ordinance calling for election to consider a 1/4% sales tax for reimagining the Centre

PREPARED BY: Keith Riesberg, City Administrator

ATTACHMENTS: Ordinance – initial draft; Redline copy of proposed ordinance and clean copy

(CASE/PROJECT #)

MEETING DATE: May 18, 2026

Overview: The City of Rolla has conducted public input meetings, community surveys and other efforts to receive input for the reimagining of the natatorium space within the Centre. Due to its age, this space is in need of significant capital improvements, which creates the opportunity to reconfigure the pool area to increase the programming within this facility. To support the improvements to the facility and the associated operational costs, a 1/4% sales tax is proposed as a funding source. The attached ordinance calls for placing a question on the August 4, 2026 ballot to allow the registered voters of Rolla to decide if they support a 1/4% sales tax for the purpose of funding operations and improvement to include an exercise/therapy pool, a recreation/family pool and multi-purpose rooms for youth and adult programming within the Centre.

Following the first reading of the ordinance, it was requested to include language in the ordinance indicating that sales tax revenues will also be used for ensuring the affordability of the Centre for residents. A redline version of the ordinance was prepared to show the proposed language changes to incorporate this concept into the ordinance and ballot language. A clean copy of the ordinance with the new language is also provided.

Background information: The City of Rolla opened the Centre in 2002, using a 1/2% sales tax to fund the facility. Due to the age of the building, there is a need for capital improvements to the indoor aquatic area (natatorium). Because of this, the City undertook a community input process to reimagine the natatorium that evaluated multiple options for this space. Public input expressed a desire for maintaining a strong aquatic component to this area, with the desire of adding some multi-purpose rooms for youth programming. The design of the reimagined space will be finalized once a funding source for the improvements is identified.

The City conducted a community survey to receive public opinion on the components to be included in the natatorium space and whether the community would support a ¼% sales tax to fund the improvements. The survey was conducted in late March/early April, with 346 responses being received, making the results statistically valid. The survey identified the top desired features as being an exercise/therapy pool, a recreational/family pool and a multi-purpose room for youth

programming. Based on these proposed improvements, 55% of the respondents indicated they were very likely and 14% were somewhat likely to support a proposed 1/4% sales tax. A detailed presentation of the survey results was made at the May 4 City Council meeting.

A 1/4% sales tax is anticipated to generate \$1.6M annually. These funds will be used for three purposes – 1) to pay for the capital improvements to the facility; 2) To cover some of the operational expenses associated with the facility, creating the opportunity for improved accessibility to the Centre; and 3) Planning for future capital and operational improvements and other associated expenses to ensure the Centre remains a regional asset for the Rolla community. A 1/4% sales tax will cost residents and visitors \$0.25 per \$100.00 spent on taxable items. More than 50% of Rolla’s sales tax revenue is generated by people visiting the community.

If the ballot question is unsuccessful, the City does not have an identified funding source for the ongoing operations of the natatorium space. Without an identified funding source, the City will not be able to undertake capital improvements within the natatorium space.

Supplemental Information: Following the first reading of the ordinance, staff was requested to provide additional information regarding the proposed sales tax and its use.

- The capital improvements to be made are focused on the reimagining of the natatorium space. These improvements would provide an exercise/therapy pool, a recreation/family pool and additional multi-use space that can be used for youth (or adult) programming such as after school programs or summer camps. The square footage of the areas to be dedicated to each use has not been finalized as plans were only developed to concept levels. An identified funding source is needed to advance plan development to construction level plans.
- Based upon the concept plans, the costs of the improvements to the facility range from \$7.8 - \$8.7M depending upon the square footage of multi-use space to be developed. These improvements would have to be financed with the annual debt service ranging from \$820,000 to \$1.28M depending upon size of financing, interest rate and length of debt service. The proposed improvement costs do not include the \$1.5M of improvements already being undertaken by the City which are anticipated to be funded through a short-term, internal financing.
- The operational expenses to be funded are associated with the reimagined space and are estimated at approximately \$300,000. Using sales tax funds to cover operational expenses will allow for a reduction of the membership dues. Language was added to the ordinance and ballot language to clearly state the intent of using funds to ensure the membership rates are affordable for Rolla residents.
 - The City cannot specify exact rates in the ballot proposal as the rates will have to adjust over time. Future Mayors and City Council members (elected by the residents) will give direction on “affordability” as rates are set in future years.
 - In addition to direct impacts on membership rates, community funds such as the Recreation for Everyone fund can be used for ensuring accessibility to Rolla residents.
- Sales tax revenues will be used for future capital and operational improvements to ensure the facility evolves through the replacement of building systems, structures (roof, parking lot) and periodic improvements to critical areas to ensure the preservation and vitality of this City asset.

- The funds to be received through the Sales Tax would be tracked through receipt into the Recreation fund and would be used in accordance with City policies governing the use of the funds.
- The City's current General sales tax is 1%. The City also levies a 1/2% sales tax for Capital Improvements, a 1/2% sales tax for Transportation and a 1/4% sales tax for Parks. The proposed 1/4% sales tax to be levied is a General sales tax, which statutorily is limited to 2%. The Capital Improvements, Transportation and Parks sales taxes do not count toward that statutory limit. If the ballot proposal is successful, the City's General sales tax will increase to 1.25%.

Fiscal considerations: The proposed ordinance calls for setting a ballot question for the August 4, 2026 election for voters to consider a 1/4% general sales tax. If approved, the sales tax will generate approximately \$1.6M per year, which will be used for 1) to pay for the improvements to the facility; 2) operational expenses associated with the facility, creating the opportunity for improved accessibility to the Centre; and 3) future capital and operational improvements and other associated expenses.

Recommendation: To preserve and enhance the \$20M facility that was constructed with taxpayer funds, staff recommends submitting the proposed 1/4% sales tax question to the Rolla voters at the August 4, 2026 ballot.

Should the City Council choose not to move forward with the ordinance calling for a ballot question, the Council will need to provide direction to the City staff for the FY 2027 budget regarding whether or not to continue operations of the natatorium space or to continue drawing from the General Fund reserves.

ORDINANCE _____

AN ORDINANCE OF THE CITY OF ROLLA, MISSOURI, FOR THE PURPOSE OF SUBMITTING TO THE QUALIFIED VOTERS OF THE CITY A PROPOSITION TO IMPOSE A GENERAL SALES TAX WITHIN THE CITY FOR THE PURPOSE OF FUNDING OPERATIONS AND IMPROVEMENTS TO INCLUDE AN EXERCISE/THERAPY POOL, A RECREATION/FAMILY POOL AND MULTI-PURPOSE ROOMS FOR YOUTH AND ADULT PROGRAMMING WITHIN THE RECREATIONAL FACILITY KNOWN AS THE CENTRE.

WHEREAS, pursuant to §94.510, RSMo, the City of Rolla, Missouri (“City”) is authorized to impose a general sales tax if approved by the qualified voters of the City; and

WHEREAS, the State has authorized a maximum combined general sales tax rate of up to 2% under §94.510.2 RSMo., of which the City has a current approved rate of 1%; and

WHEREAS, the City desires to submit to the qualified voters of the City a proposition to impose an additional tax of $\frac{1}{4}$ of 1% while remaining at or below the maximum combined rate for general sales taxes;

WHEREAS, the purpose of this tax is to fund operational and capital improvements associated with the recreational facility known as “the Centre;”

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF ROLLA, MISSOURI, AS FOLLOWS:

SECTION 1: There is imposed, subject to approval by a majority of the votes cast by the qualified voters of the City a general sales tax as authorized by § 94.510 RSMo at the rate of one-quarter (1/4) of one percent (1%) on all retail sales made within the City which are subject to taxation pursuant to section 144.010 to 144.525, RSMo, except sales of motor vehicles, trailers, boats or outboard motors and sales to public utilities.

SECTION 2: Such Sales Tax shall not be effective unless approved by a majority of the votes cast by the qualified voters voting thereon at an election to be held on Tuesday, August 4, 2026.

SECTION 3: The City Council approves the submission to the qualified voters of the City the following ballot proposition:

“Shall the municipality of Rolla, Missouri, impose a City sales tax of one-quarter of one percent (1/4 %) for the purpose of funding operations and improvements such as an exercise/therapy pool, a recreation/family pool and multi-purpose rooms

for youth and adult programming within the recreational facility known as the Centre.”

YES NO

If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed to the question, place an "X" in the box opposite "NO".

SECTION 4: The County Clerk of Phelps County, Missouri, shall provide the ballot and ballot labels, conduct the election, and cause the results thereof to be certified to the City Council as provided by law.

SECTION 5: The City Clerk shall notify the County Clerk of Phelps County, Missouri, of the adoption of this Ordinance no later than 5:00 P.M. on May 26, 2026, and of the call for a general municipal election to be held on August 4, 2026. Such notice should include all of the terms and provisions required by Chapter 115, RSMo, as amended, including a certified copy of the legal notice of election. This election shall be held and conducted and the result thereof shall be canvassed in all respects in conformity with the Constitution and laws of the State of Missouri, and in accordance with appropriate ordinances adopted by the City Council of the City of Rolla, Missouri.

SECTION 6: Form of Notice of Election. The Notice of Election and ballot to be used at this election shall be in substantially the same form as attached hereto as **Exhibit A**.

SECTION 7: The City Clerk is authorized to correct any scrivener’s errors discovered herein.

SECTION 8: The provisions of this Ordinance are severable. If any Section, Subsection, sentence, or provision of this Ordinance or the application thereof to any person or circumstance is held invalid, such invalidity shall not affect other Sections, Subsections, sentences, provisions, or applications of this Ordinance that can be given effect without the invalid Section, Subsection, sentence, provision or application.

SECTION 9: This Ordinance shall be in full force and effect from and after its passage.

Passed by the City Council of the City of Rolla, Missouri, and approved by the Mayor, this 18th day of May, 2026.

Mayor

ATTEST:

APPROVED AS TO FORM:

City Clerk

City Counselor

Exhibit A

NOTICE OF ELECTION IN THE CITY OF ROLLA, MISSOURI

Notice is hereby given to the qualified voters of the City of Rolla, Missouri, that the City Council of said City has called an election to be held in the City on Tuesday, August 4, 2026, commencing at six o'clock A.M. and closing at seven o'clock P.M., local time, on the question contained in the following sample ballot:

**OFFICIAL BALLOT
ELECTION
CITY OF ROLLA, MISSOURI**

Tuesday, August 4, 2026

QUESTION

“Shall the municipality of Rolla, Missouri, impose a City sales tax of one-quarter of one percent (1/4 %) for the purpose of funding maintenance and improvements such as an exercise/therapy pool, a recreation/family pool and multi-purpose rooms for youth and adult programming within the recreational facility known as the Centre. ”

YES NO

If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed to the question, place an "X" in the box opposite "NO".

If a majority of the votes cast on the proposal by the qualified voters voting thereon are in favor of the proposal, then the City of Rolla, Missouri, shall collect an additional general revenue sales tax of one-quarter of one percent (1%) as provided for in §94.510 RSMo.

Done by order of the City Council this ___ day of _____, 2026.

City of Rolla, Missouri

ORDINANCE _____

AN ORDINANCE OF THE CITY OF ROLLA, MISSOURI, FOR THE PURPOSE OF SUBMITTING TO THE QUALIFIED VOTERS OF THE CITY A PROPOSITION TO IMPOSE A GENERAL SALES TAX WITHIN THE CITY TO FUND OPERATIONS AND IMPROVEMENTS INCLUDING AN EXERCISE/THERAPY POOL, A RECREATION/FAMILY POOL , AND MULTI-PURPOSE ROOMS FOR YOUTH AND ADULT PROGRAMMING WITHIN THE RECREATIONAL FACILITY KNOWN AS THE CENTRE AS WELL AS ENSURING THE AFFORDABILITY OF THE FACILITY FOR RESIDENTS.

WHEREAS, pursuant to §94.510, RSMo, the City of Rolla, Missouri (“City”) is authorized to impose a general sales tax if approved by the qualified voters of the City; and

WHEREAS, the State has authorized a maximum combined general sales tax rate of up to 2% under §94.510.2 RSMo., of which the City has a current approved rate of 1%; and

WHEREAS, the City desires to submit to the qualified voters of the City a proposition to impose an additional tax of $\frac{1}{4}$ of 1% while remaining at or below the maximum combined rate for general sales taxes;

WHEREAS, the purpose of this tax is to fund operational and capital improvements associated with the recreational facility known as “the Centre;”

WHEREAS, the operational funds received from the tax are to ensure the affordability of the facility for the residents of Rolla;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF ROLLA, MISSOURI, AS FOLLOWS:

SECTION 1: There is imposed, subject to approval by a majority of the votes cast by the qualified voters of the City a general sales tax as authorized by § 94.510 RSMo at the rate of one-quarter (1/4) of one percent (1%) on all retail sales made within the City which are subject to taxation pursuant to section 144.010 to 144.525, RSMo, except sales of motor vehicles, trailers, boats or outboard motors and sales to public utilities.

SECTION 2: Such Sales Tax shall not be effective unless approved by a majority of the votes cast by the qualified voters voting thereon at an election to be held on Tuesday, August 4, 2026.

SECTION 3: The City Council approves the submission to the qualified voters of the City the following ballot proposition:

“Shall the municipality of Rolla, Missouri, impose a City sales tax of one-quarter of one percent (1/4

%) for the purpose of funding operations and improvements such as an exercise/therapy pool, a recreation/family pool and multi-purpose rooms for youth and adult programming within the recreational facility known as the Centre. Operational funds will also be used to ensure the affordability of the facility for Rolla residents as well as future maintenance and capital repairs to the Centre.”

YES NO

If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed to the question, place an "X" in the box opposite "NO".

SECTION 4: The County Clerk of Phelps County, Missouri, shall provide the ballot and ballot labels, conduct the election, and cause the results thereof to be certified to the City Council as provided by law.

SECTION 5: The City Clerk shall notify the County Clerk of Phelps County, Missouri, of the adoption of this Ordinance no later than 5:00 P.M. on May 26, 2026, and of the call for a general municipal election to be held on August 4, 2026. Such notice should include all of the terms and provisions required by Chapter 115, RSMo, as amended, including a certified copy of the legal notice of election. This election shall be held and conducted and the result thereof shall be canvassed in all respects in conformity with the Constitution and laws of the State of Missouri, and in accordance with appropriate ordinances adopted by the City Council of the City of Rolla, Missouri.

SECTION 6: Form of Notice of Election. The Notice of Election and ballot to be used at this election shall be in substantially the same form as attached hereto as **Exhibit A**.

SECTION 7: The City Clerk is authorized to correct any scrivener’s errors discovered herein.

SECTION 8: The provisions of this Ordinance are severable. If any Section, Subsection, sentence, or provision of this Ordinance or the application thereof to any person or circumstance is held invalid, such invalidity shall not affect other Sections, Subsections, sentences, provisions, or applications of this Ordinance that can be given effect without the invalid Section, Subsection, sentence, provision or application.

SECTION 9: This Ordinance shall be in full force and effect from and after its passage.

Passed by the City Council of the City of Rolla, Missouri, and approved by the Mayor, this 18th day of May, 2026.

Mayor

ATTEST:

APPROVED AS TO FORM:

City Clerk

City Counselor

Exhibit A

NOTICE OF ELECTION IN THE CITY OF ROLLA, MISSOURI

Notice is hereby given to the qualified voters of the City of Rolla, Missouri, that the City Council of said City has called an election to be held in the City on Tuesday, August 4, 2026, commencing at six o'clock A.M. and closing at seven o'clock P.M., local time, on the question contained in the following sample ballot:

OFFICIAL BALLOT
ELECTION
CITY OF ROLLA, MISSOURI

Tuesday, August 4, 2026

QUESTION

“Shall the municipality of Rolla, Missouri, impose a City sales tax of one-quarter of one percent (1/4 %) for the purpose of funding operations and improvements such as an exercise/therapy pool, a recreation/family pool and multi-purpose rooms for youth and adult programming within the recreational facility known as the Centre. Operational funds will also be used to ensure the affordability of the facility for Rolla residents as well as future maintenance and capital repairs to the Centre.”

YES NO

If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed to the question, place an "X" in the box opposite "NO".

If a majority of the votes cast on the proposal by the qualified voters voting thereon are in favor of the proposal, then the City of Rolla, Missouri, shall collect an additional general revenue sales tax of one-quarter (1/4) of one percent (1%) as provided for in §94.510 RSMo.

Done by order of the City Council this ___ day of _____, 2026.

City of Rolla, Missouri

ORDINANCE _____

AN ORDINANCE OF THE CITY OF ROLLA, MISSOURI, FOR THE PURPOSE OF SUBMITTING TO THE QUALIFIED VOTERS OF THE CITY A PROPOSITION TO IMPOSE A GENERAL SALES TAX WITHIN THE CITY TO FUND OPERATIONS AND IMPROVEMENTS INCLUDING AN EXERCISE/THERAPY POOL, A RECREATION/FAMILY POOL , AND MULTI-PURPOSE ROOMS FOR YOUTH AND ADULT PROGRAMMING WITHIN THE RECREATIONAL FACILITY KNOWN AS THE CENTRE AS WELL AS ENSURING THE AFFORDABILITY OF THE FACILITY FOR RESIDENTS.

WHEREAS, pursuant to §94.510, RSMo, the City of Rolla, Missouri (“City”) is authorized to impose a general sales tax if approved by the qualified voters of the City; and

WHEREAS, the State has authorized a maximum combined general sales tax rate of up to 2% under §94.510.2 RSMo., of which the City has a current approved rate of 1%; and

WHEREAS, the City desires to submit to the qualified voters of the City a proposition to impose an additional tax of $\frac{1}{4}$ of 1% while remaining at or below the maximum combined rate for general sales taxes;

WHEREAS, the purpose of this tax is to fund operational and capital improvements associated with the recreational facility known as “the Centre;”

WHEREAS, the operational funds received from the tax are to ensure the affordability of the facility for the residents of Rolla;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF ROLLA, MISSOURI, AS FOLLOWS:

SECTION 1: There is imposed, subject to approval by a majority of the votes cast by the qualified voters of the City a general sales tax as authorized by § 94.510 RSMo at the rate of one-quarter (1/4) of one percent (1%) on all retail sales made within the City which are subject to taxation pursuant to section 144.010 to 144.525, RSMo, except sales of motor vehicles, trailers, boats or outboard motors and sales to public utilities.

SECTION 2: Such Sales Tax shall not be effective unless approved by a majority of the votes cast by the qualified voters voting thereon at an election to be held on Tuesday, August 4, 2026.

SECTION 3: The City Council approves the submission to the qualified voters of the City the following ballot proposition:

“Shall the municipality of Rolla, Missouri, impose a City sales tax of one-quarter of one percent (1/4

%) for the purpose of funding operations and improvements such as an exercise/therapy pool, a recreation/family pool and multi-purpose rooms for youth and adult programming within the recreational facility known as the Centre. Operational funds will also be used to ensure the affordability of the facility for Rolla residents as well as future maintenance and capital repairs to the Centre.”

YES NO

If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed to the question, place an "X" in the box opposite "NO".

SECTION 4: The County Clerk of Phelps County, Missouri, shall provide the ballot and ballot labels, conduct the election, and cause the results thereof to be certified to the City Council as provided by law.

SECTION 5: The City Clerk shall notify the County Clerk of Phelps County, Missouri, of the adoption of this Ordinance no later than 5:00 P.M. on May 26, 2026, and of the call for a general municipal election to be held on August 4, 2026. Such notice should include all of the terms and provisions required by Chapter 115, RSMo, as amended, including a certified copy of the legal notice of election. This election shall be held and conducted and the result thereof shall be canvassed in all respects in conformity with the Constitution and laws of the State of Missouri, and in accordance with appropriate ordinances adopted by the City Council of the City of Rolla, Missouri.

SECTION 6: Form of Notice of Election. The Notice of Election and ballot to be used at this election shall be in substantially the same form as attached hereto as **Exhibit A**.

SECTION 7: The City Clerk is authorized to correct any scrivener’s errors discovered herein.

SECTION 8: The provisions of this Ordinance are severable. If any Section, Subsection, sentence, or provision of this Ordinance or the application thereof to any person or circumstance is held invalid, such invalidity shall not affect other Sections, Subsections, sentences, provisions, or applications of this Ordinance that can be given effect without the invalid Section, Subsection, sentence, provision or application.

SECTION 9: This Ordinance shall be in full force and effect from and after its passage.

Passed by the City Council of the City of Rolla, Missouri, and approved by the Mayor, this 18th day of May, 2026.

Mayor

ATTEST:

APPROVED AS TO FORM:

City Clerk

City Counselor

Exhibit A

NOTICE OF ELECTION IN THE CITY OF ROLLA, MISSOURI

Notice is hereby given to the qualified voters of the City of Rolla, Missouri, that the City Council of said City has called an election to be held in the City on Tuesday, August 4, 2026, commencing at six o'clock A.M. and closing at seven o'clock P.M., local time, on the question contained in the following sample ballot:

OFFICIAL BALLOT
ELECTION
CITY OF ROLLA, MISSOURI

Tuesday, August 4, 2026

QUESTION

“Shall the municipality of Rolla, Missouri, impose a City sales tax of one-quarter of one percent (1/4 %) for the purpose of funding operations and improvements such as an exercise/therapy pool, a recreation/family pool and multi-purpose rooms for youth and adult programming within the recreational facility known as the Centre. Operational funds will also be used to ensure the affordability of the facility for Rolla residents as well as future maintenance and capital repairs to the Centre.”

YES NO

If you are in favor of the question, place an "X" in the box opposite "YES". If you are opposed to the question, place an "X" in the box opposite "NO".

If a majority of the votes cast on the proposal by the qualified voters voting thereon are in favor of the proposal, then the City of Rolla, Missouri, shall collect an additional general revenue sales tax of one-quarter (1/4) of one percent (1%) as provided for in §94.510 RSMo.

Done by order of the City Council this ___ day of _____, 2026.

City of Rolla, Missouri



CITY COUNCIL AGENDA

DEPARTMENT: Public Works

ACTION REQUESTED: Ordinance

SUBJECT: Project 598 – Rolla Street Storm Sewer Improvements

PREPARED BY: Darin Pryor

ATTACHMENTS: Contract/Ordinance

(CASE/PROJECT #) 598

MEETING DATE: May 18, 2026

Overview: City staff received bids for the Rolla Street Storm Sewer Improvements project. The bids were as follows:

Donald Maggi, Inc. \$ 2,961,151.85
PO Box 66
Rolla, MO 65401

Bloomsdale Excavating, LLC \$ 3,385,091.43
1041 E 18th Street
Rolla, MO 65401

This bid is for replacing and expanding the storm sewer collection system beneath Rolla Street between 6th Street and 11th Street to mitigate the flooding effects of storm runoff currently flowing down the street gutters. It includes new culverts and inlets from Pine Street to Main Street and reconstruction of Rolla Street.

Background information: The work in this project includes needed upgrades to the stormwater collection and culvert systems in and around Rolla Street. A portion of the project is being funded by a 50/50 grant (\$2.5M) that was awarded to the City by the Delta Regional Authority in June of 2025. Improvements are scheduled to begin this summer and be completed by May 2027.

Fiscal considerations: The adopted FY 26 budget appropriated \$2,500,000 for this project under Capital Expenditures – Major Street Reconstruction. RMU will be reimbursing the city for a waterline relocation at a cost of \$10,800. The remaining \$450,351.85 will be funded out of the street asphalt account (07/5-073-582.00) This account has \$817,349.70 in uncommitted funds for this budget year. This project includes asphalt work totaling \$460,429.60.

Recommendation:

Staff is requesting the final reading of the ordinance authorizing the Mayor to enter into the contract with Donald Maggi, Inc., for \$ 2,961,151.85.

ORDINANCE NO. _____

AN ORDINANCE AUTHORIZING THE MAYOR TO EXECUTE A CERTAIN AGREEMENT BETWEEN THE CITY OF ROLLA, MISSOURI, AND DONALD MAGGI, INC.

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF ROLLA, MISSOURI, AS FOLLOWS:

Section 1: That the Mayor of the City of Rolla, Missouri be and is hereby authorized and directed to execute on behalf of the City an agreement between the City and Donald Maggi, Inc, a copy of said agreement being attached hereto and marked Exhibit "A".

Section 2: This ordinance will be in full force and effect from and after the date of its passage and approval.

PASSED BY THE CITY COUNCIL OF THE CITY OF ROLLA, MISSOURI AND APPROVED BY THE MAYOR THIS 18TH DAY OF MAY 2026.

APPROVED:

MAYOR

ATTEST:

CITY CLERK

APPROVED AS TO FORM:

CITY COUNSELOR

CONTRACT AGREEMENT

THIS AGREEMENT, made and entered into this _____ Day of _____ by and between the City of Rolla, Missouri, Party of the First Part and hereinafter called Owner, and _____ **Donald Maggi, Inc** _____ Party of the second Part and hereinafter called the Contractor.

WITNESSETH:

THAT WHEREAS, the Owner has caused to be prepared, in accordance with law, specifications, plans, and other Contract Documents for the work herein described, and has approved and adopted said documents, and has caused to be published and advertised for and in connection with the construction of: **Rolla Street Storm Sewer Improvements, Project 598**, in complete accord with the Contract Documents and the said plans and specifications; and

WHEREAS, the said Contractor, in response to such advertisement, has submitted to the Owner, in the manner and at the time specified, a sealed proposal in accordance with the terms of said advertisement; and

WHEREAS, the Owner, in the manner prescribed by law, has publicly opened, examined and canvassed the proposals submitted in response to the published invitation therefore, and as a result of such canvass has determined and declared the aforesaid Contractor to be lowest and best bidder for the said work and has duly awarded to the said Contractor a contract therefore, for the sum or sums named in the Contractor's proposal, a copy thereof being attached to and made a part of this contract.

NOW THEREFORE, in consideration of the compensation to be paid to the Contractor and of the mutual agreement herein contained, the parties to these presents have agreed and hereby agree, the Owner for itself and its successors, and the Contractor for itself, himself, or themselves, or its, his or their successors and assigns, or its, his, or their executors and administrators, as follows:

ARTICLE I. That the Contractor shall (a) furnish all tools, equipment, supplies, superintendent, transportation, and other construction accessories, services and facilities; (b) furnish all materials, supplies, and equipment specified and required to be incorporated in, and form a permanent part of the completed work except the items specified to be furnished by the Owner; (c) provide and perform all necessary labor, and (d) in a good, substantial, and workmanlike manner, and in accordance with the provisions of the General Conditions and the Special Conditions of the Contract, which are attached hereto and made a part hereof, and in conformity with the Contract Plans and Specifications designated and identified therein, execute, construct, and complete all work included in, and covered by the Owner's official award of this Contract to the said

Contractor, such award being based on the acceptance by the Owner of the Contractor's proposal, for the construction of **Rolla Street Storm Sewer Improvements, Project 598**.

It is further stipulated that not less than the prevailing hourly rate of wages as found by the Department of Labor and Industrial Relations of the State of Missouri, or determined by the Court of Appeal shall be paid to all workers performing work under this Contract.

ARTICLE II. Contractor acknowledges that Section 285.530, R.S.Mo, prohibits any business entity or employer from knowingly employing, hiring for employment, or continuing to employ an unauthorized alien to perform work within the State of Missouri. Contractor therefore covenants that it is not knowingly in violation of Subsection 1 of Section 285.530, R.S.Mo, and that it will not knowingly employ, hire for employment, or continue to employ any unauthorized aliens to perform work on the Project, and that its employees are lawfully eligible to work in the United States.

ARTICLE III. Occupational Safety and Health Administration (OSHA)

Safety Training:

- a. Contractor shall provide a ten (10) hour Occupational Safety and Health Administration (OSHA) construction safety program for all employees who will be on-site at the project. The construction safety program shall include a course in construction safety and health that is approved by OSHA or a similar program approved by the Missouri Department of Labor and Industrial Relations which is at least as stringent as an approved OSHA program as required by Section 292.675, R.S.Mo.
- b. Contractor shall require its on-site employees to complete a construction safety program within sixty (60) days after the date work on the project commences.
- c. Contractor acknowledges and agrees that any of Contractor's employees found on the project site without the documentation of the successful completion of a construction safety program shall be required to produce such documentation within twenty (20) days, or will be subject to removal from the project.
- d. Contractor shall require all of its subcontractors to comply with the requirements of this Section and Section 292.675, R.S.Mo.

Notice of Penalties for Failure to Provide Safety Training

- a. Pursuant to Section 292.675, R.S.Mo, Contractor shall forfeit to City as a penalty two thousand five hundred dollars (\$2,500.00), plus one hundred dollars (\$100.00) for each on-site employee employed by Contractor or its

Subcontractor, for each calendar day, or portion thereof, such on-site employee is employed without the construction safety training required in Safety Training section of Article III above.

- b. The penalty described in above subsection A of this section shall not begin to accrue until the time periods described in Sections B and C Safety Training of Article III above have elapsed.
- c. Violations of Article III – Safety Training above and imposition of the penalty described in this Section shall be investigated and determined by the Missouri Department of Labor and Industrial Relations.

ARTICLE IV. That the Contractor shall construct and complete the work designated and described in the foregoing proposal and attached specifications in accordance with the Notice to Bidders, Instruction to Bidders, Proposal, Bond, General Conditions, Special Conditions, Technical Specifications, Drawings, Addenda, and other component parts of the Contract Documents hereto attached, all of which documents from the Contract and are as fully a part hereto as if repeated verbatim herein.

ARTICLE V. That the Owner shall pay to the Contractor for the performance of the work described as follows: Complete construction of the improvements in accordance with plans and specifications; and the Contractor will accept as full compensation therefore, the sum (subject to adjustment as provided by the Contract) of \$ 2,961,151.85 for All work covered by and included in the contract award and designated in the foregoing Article I. Payment therefore shall be made in the manner provided in the General Conditions attached hereto.

ARTICLE VI. That the Contractor shall begin assembly of materials and equipment within ten (10) days after receipt from the Owner of executed copies of the Contract.

Liquidated Damages - Should the contractor fail to complete the work on or before the completion date specified the contractor will be charged liquidated damages in the amount of \$500.00 per calendar day for each full calendar day that the work is not fully completed. Liquidated damages will not be charged for weekends and holidays.

ARTICLE VII. Before the final payment can be made to the Contractor on the project, the Contractor must complete and return the Affidavit Compliance with the Prevailing Wage Law form furnished at the end of the Special Conditions section.

ARTICLE VIII. Before the final payment can be made on the project to the Contractor, the Contractor must complete and return the Contractor's Affidavit Regarding Settlement of Claims form furnished at the end of the Special Conditions section.

ARTICLE IX. This Contract will not be binding and effective until confirmed by the Owner.

IN WITNESS-WHEREOF: The parties have executed this Contract as of the day and year first above written.

CITY OF ROLLA, MISSOURI

CONTRACTOR

BY _____
Mayor, Owner, Party of the First Part

BY _____

Printed Name

Printed Name/Title

STATE OF MISSOURI)
SS)
County of Phelps)

On this _____ day of _____ before me appeared _____ ,
to me personally known, who, being by me duly sworn, did say that he is the Mayor of
the City of Rolla, Missouri, a municipal corporation, and the seal affixed to said
instrument is the corporate seal of said municipal corporation and that said instrument is
the corporate seal of said municipal corporation and that said instrument was signed
under authority of the City Council of
of the City of Rolla, Missouri; and the said _____ Acknowledged
said instrument to be the free act and deed of said municipal corporation.

My commission expires: _____

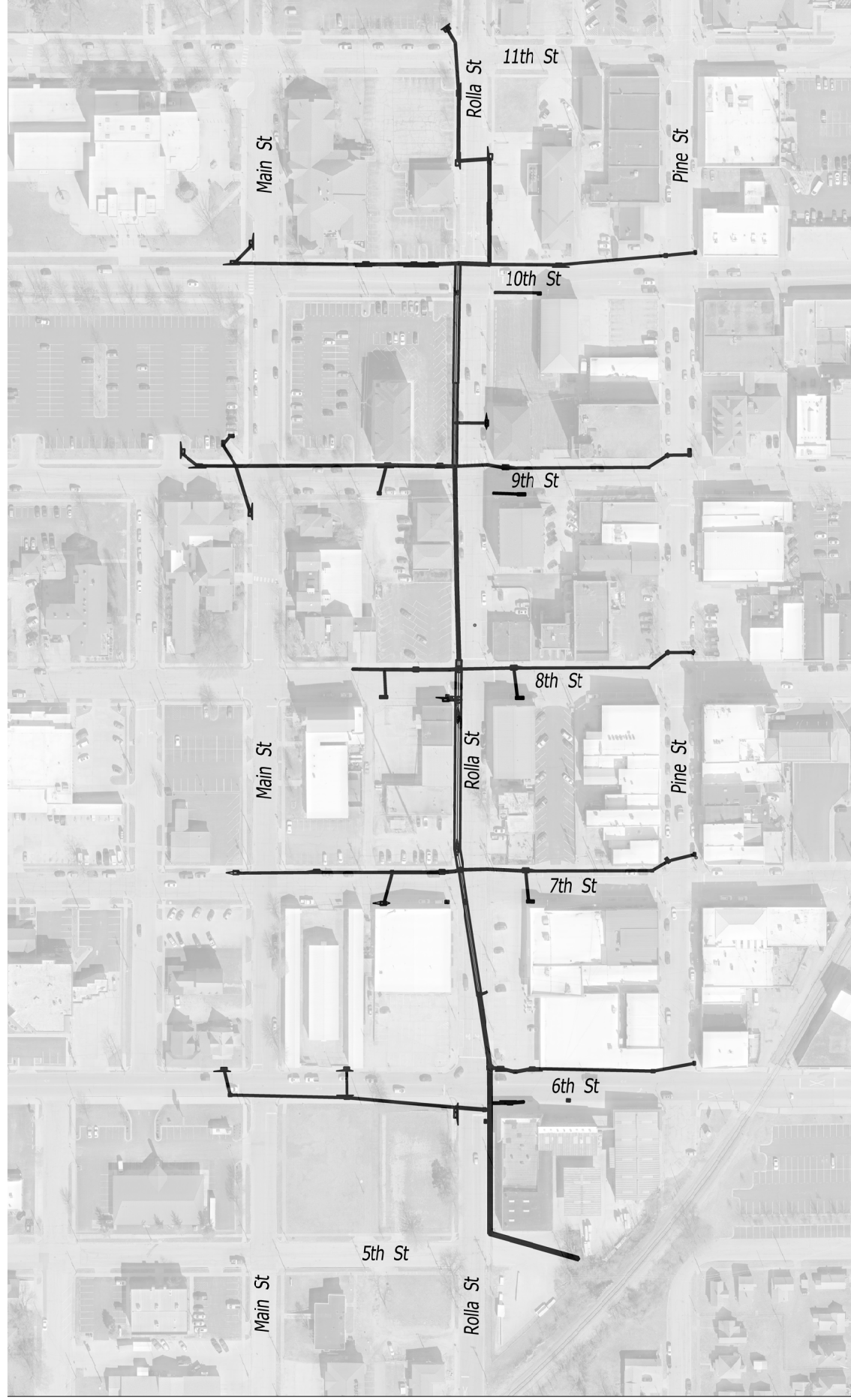
Notary Public

STATE OF MISSOURI)
SS)
County of Phelps)

On this _____ day of _____ before me appeared _____ ,
to me personally known, who, being by me duly sworn, did say that (s)he is the _____
of _____
and that the seal affixed to said instrument is the corporate seal of said corporation by
authority
of its board of directors; and the said _____ acknowledged said
instrument to be the free act and deed of said corporation.

My commission expires: _____

Notary Public



ORDINANCE NO. _____

AN ORDINANCE AUTHORIZING THE MAYOR TO EXECUTE A CERTAIN AGREEMENT BETWEEN THE CITY OF ROLLA, MISSOURI, AND CORRECTIVE ASPHALT MATERIALS, LLC.

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF ROLLA, MISSOURI, AS FOLLOWS:

Section 1: That the Mayor of the City of Rolla, Missouri be and is hereby authorized and directed to execute on behalf of the City an agreement between the City and Corrective Asphalt Materials, LLC, a copy of said agreement being attached hereto and marked Exhibit "A".

Section 2: This ordinance will be in full force and effect from and after the date of its passage and approval.

PASSED BY THE CITY COUNCIL OF THE CITY OF ROLLA, MISSOURI AND APPROVED BY THE MAYOR THIS 18TH DAY OF MAY 2026.

APPROVED:

MAYOR

ATTEST:

CITY CLERK

APPROVED AS TO FORM:

CITY COUNSELOR

CONTRACT AGREEMENT

THIS AGREEMENT, made and entered into this _____ Day of _____ by and between the City of Rolla, Missouri, Party of the First Part and hereinafter called Owner, and _____ **Corrective Asphalt Materials, LLC** _____ Party of the second Part and hereinafter called the Contractor.

WITNESSETH:

THAT WHEREAS, the Owner has caused to be prepared, in accordance with law, specifications, plans, and other Contract Documents for the work herein described, and has approved and adopted said documents, and has caused to be published and advertised for and in connection with the construction of: **FY2026 Maltene Rejuvenation, Project 607**, in complete accord with the Contract Documents and the said plans and specifications; and

WHEREAS, the said Contractor, in response to such advertisement, has submitted to the Owner, in the manner and at the time specified, a sealed proposal in accordance with the terms of said advertisement; and

WHEREAS, the Owner, in the manner prescribed by law, has publicly opened, examined and canvassed the proposals submitted in response to the published invitation therefore, and as a result of such canvass has determined and declared the aforesaid Contractor to be lowest and best bidder for the said work and has duly awarded to the said Contractor a contract therefore, for the sum or sums named in the Contractor's proposal, a copy thereof being attached to and made a part of this contract.

NOW THEREFORE, in consideration of the compensation to be paid to the Contractor and of the mutual agreement herein contained, the parties to these presents have agreed and hereby agree, the Owner for itself and its successors, and the Contractor for itself, himself, or themselves, or its, his or their successors and assigns, or its, his, or their executors and administrators, as follows:

ARTICLE I. That the Contractor shall (a) furnish all tools, equipment, supplies, superintendent, transportation, and other construction accessories, services and facilities; (b) furnish all materials, supplies, and equipment specified and required to be incorporated in, and form a permanent part of the completed work except the items specified to be furnished by the Owner; (c) provide and perform all necessary labor, and (d) in a good, substantial, and workmanlike manner, and in accordance with the provisions of the General Conditions and the Special Conditions of the Contract, which are attached hereto and made a part hereof, and in conformity with the Contract Plans and Specifications designated and identified therein, execute, construct, and complete all work included in, and covered by the Owner's official award of this Contract to the said Contractor, such award being based on the acceptance by the Owner of the Contractor's proposal, for the construction of **FY2026 Maltene Rejuvenation, Project 607**.

It is further stipulated that not less than the prevailing hourly rate of wages as found by the Department of Labor and Industrial Relations of the State of Missouri, or determined by the Court of Appeal shall be paid to all workers performing work under this Contract.

ARTICLE II. Contractor acknowledges that Section 285.530, R.S.Mo, prohibits any business entity or employer from knowingly employing, hiring for employment, or continuing to employ an unauthorized alien to perform work within the State of Missouri. Contractor therefore covenants that it is not knowingly in violation of Subsection 1 of Section 285.530, R.S.Mo, and that it will not knowingly employ, hire for employment, or continue to employ any unauthorized aliens to perform work on the Project, and that its employees are lawfully eligible to work in the United States.

ARTICLE III. Occupational Safety and Health Administration (OSHA)

Safety Training:

- a. Contractor shall provide a ten (10) hour Occupational Safety and Health Administration (OSHA) construction safety program for all employees who will be on-site at the project. The construction safety program shall include a course in construction safety and health that is approved by OSHA or a similar program approved by the Missouri Department of Labor and Industrial Relations which is at least as stringent as an approved OSHA program as required by Section 292.675, R.S.Mo.
- b. Contractor shall require its on-site employees to complete a construction safety program within sixty (60) days after the date work on the project commences.
- c. Contractor acknowledges and agrees that any of Contractor's employees found on the project site without the documentation of the successful completion of a construction safety program shall be required to produce such documentation within twenty (20) days, or will be subject to removal from the project.
- d. Contractor shall require all of its subcontractors to comply with the requirements of this Section and Section 292.675, R.S.Mo.

Notice of Penalties for Failure to Provide Safety Training

- a. Pursuant to Section 292.675, R.S.Mo, Contractor shall forfeit to City as a penalty two thousand five hundred dollars (\$2,500.00), plus one hundred dollars (\$100.00) for each on-site employee employed by Contractor or its Subcontractor, for each calendar day, or portion thereof, such on-site employee is employed without the construction safety training required in Safety Training section of Article III above.
- b. The penalty described in above subsection A of this section shall not begin to accrue until the time periods described in Sections B and C Safety Training of Article III above have elapsed.

- c. Violations of Article III – Safety Training above and imposition of the penalty described in this Section shall be investigated and determined by the Missouri Department of Labor and Industrial Relations.

ARTICLE IV. That the Contractor shall construct and complete the work designated and described in the foregoing proposal and attached specifications in accordance with the Notice to Bidders, Instruction to Bidders, Proposal, Bond, General Conditions, Special Conditions, Technical Specifications, Drawings, Addenda, and other component parts of the Contract Documents hereto attached, all of which documents from the Contract and are as fully a part hereto as if repeated verbatim herein.

ARTICLE V. That the Owner shall pay to the Contractor for the performance of the work described as follows: Complete construction of the improvements in accordance with plans and specifications; and the Contractor will accept as full compensation therefore, the sum (subject to adjustment as provided by the Contract) of \$ 140,336.00 for All work covered by and included in the contract award and designated in the foregoing Article I. Payment therefore shall be made in the manner provided in the General Conditions attached hereto.

ARTICLE VI. That the Contractor shall begin assembly of materials and equipment within ten (10) days after receipt from the Owner of executed copies of the Contract.

Liquidated Damages - Should the contractor fail to complete the work on or before the completion date specified the contractor will be charged liquidated damages in the amount of \$500.00 per calendar day for each full calendar day that the work is not fully completed. Liquidated damages will not be charged for weekends and holidays.

ARTICLE VII. Before the final payment can be made to the Contractor on the project, the Contractor must complete and return the Affidavit Compliance with the Prevailing Wage Law form furnished at the end of the Special Conditions section.

ARTICLE VIII. Before the final payment can be made on the project to the Contractor, the Contractor must complete and return the Contractor's Affidavit Regarding Settlement of Claims form furnished at the end of the Special Conditions section.

ARTICLE IX. This Contract will not be binding and effective until confirmed by the Owner.

IN WITNESS-WHEREOF: The parties have executed this Contract as of the day and year first above written.

CITY OF ROLLA, MISSOURI

CONTRACTOR

BY _____
Mayor, Owner, Party of the First Part

BY _____

Printed Name

Printed Name/Title

STATE OF MISSOURI)
SS)
County of Phelps)

On this _____ day of _____ before me appeared _____ ,
to me personally known, who, being by me duly sworn, did say that he is the Mayor of the City
of Rolla, Missouri, a municipal corporation, and the seal affixed to said instrument is the
corporate seal of said municipal corporation and that said instrument is the corporate seal of said
municipal corporation and that said instrument was signed under authority of the City Council of
of the City of Rolla, Missouri; and the said _____ Acknowledged
said instrument to be the free act and deed of said municipal corporation.

My commission expires: _____

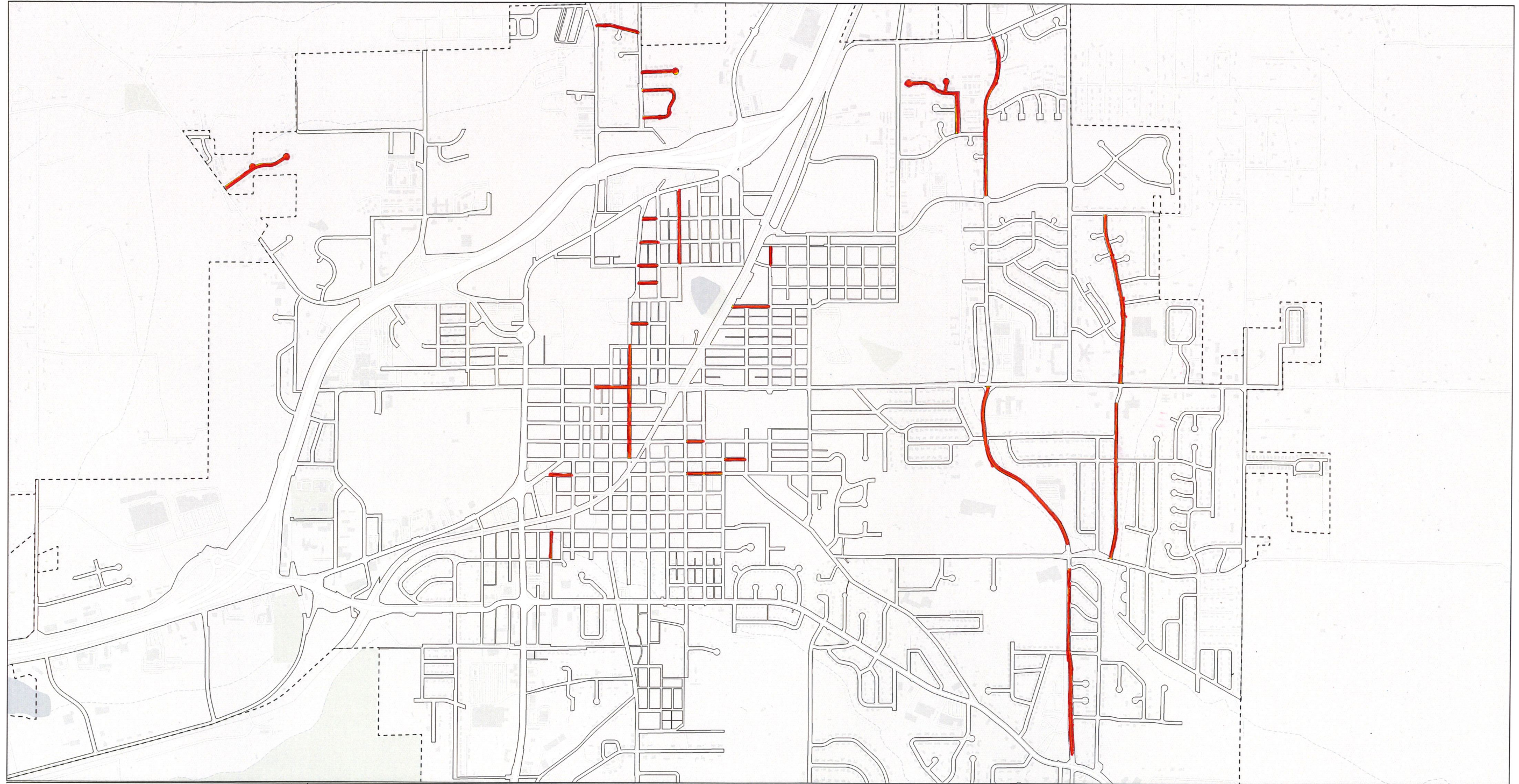
Notary Public

STATE OF MISSOURI)
SS)
County of Phelps)

On this _____ day of _____ before me appeared _____ ,
to me personally known, who, being by me duly sworn, did say that (s)he is the _____
of _____
and that the seal affixed to said instrument is the corporate seal of said corporation by authority
of its board of directors; and the said _____ acknowledged said
instrument to be the free act and deed of said corporation.

My commission expires: _____

Notary Public



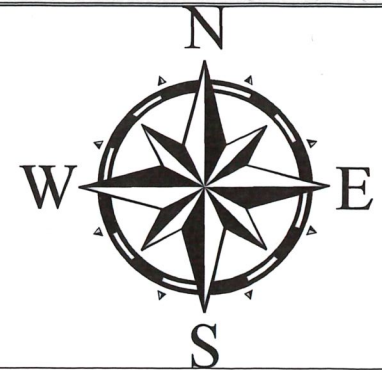
Legend

-  Streets
-  2026 Maltene
-  City Limits

607 Maltene Rejuvenation



2026





CITY COUNCIL AGENDA

DEPARTMENT: Public Works

ACTION REQUESTED: Ordinance

SUBJECT: Project 607 – 2026 Maltene Rejuvenation

PREPARED BY: Darin Pryor

ATTACHMENTS: Contract

(CASE/PROJECT #) 607

MEETING DATE: May 18, 2026

Overview: City staff received a bid for the 2026 Maltene Rejuvenation project. The bid was as follows:

Corrective Asphalt Materials, LLC \$ 140,336.00
300 Daniel Boone Trail
South Roxana, IL 62087

This bid is for applying a maltene rejuvenator to the recently constructed or overlaid asphalt pavement to extend pavement life.

Background information: The work included in this project is a part of the asphalt street maintenance scheduled for FY26. Streets in this project include: Greentree Road, 14th Street, 5th Street, Iowa Street, 6th Street, 7th Street, Fiarnburn Drive, Savannah Court, Roseglade Road, Pinetree Road, Forum Drive, 10th Street, 18th Street, 17th Street, 16th Street, 15th Street, 13th Street, Pine Street, Oak Street Emily Drive, Holt Avenue, Lauren Court, Independence Road, & Rucker Avenue.

Fiscal considerations: The adopted FY 26 budget appropriated \$130,000 for this project under Maintenance & Improvements – Surface Seals.

Recommendation:

Staff is requesting the final reading of the ordinance authorizing the Mayor to enter into the contract with Corrective Asphalt Materials, LLC for \$ 140,336.00.



Report to:
ROLLA CITY COUNCIL
Case No.: FP26-008

MEETING DATE: May 18, 2026

DEPARTMENT: Community Development

ACTION REQUESTED: First Reading

SUBJECT: Final Plat of Blues Lake No. 13, a replat to vacate certain easements and dedicate replacement easements in the C-2, General Commercial district with a PUD, Planned Unit Development overlay at 1630 Bridge School Rd

PRESENTED BY: Dawn Bell, Community Development Director

ATTACHMENTS: Area Map, Blue's Lake No. 13 Final Plat; Ordinance

Application and Notice:

Applicant/Owner - Jaden Gurney of Rolla Land Holdings, LLC
Public Notice - [The City of Rolla](#)

Background: The subject property was previously replatted in 2022. The easements needed for the redevelopment of the property as an RV park were dedicated with that plat. Changes to the waterline plans were made during construction due to site conditions. The subject plat includes dedicating the easements for the waterlines in the locations they were built, as well as vacating the unneeded easements where the waterlines were originally planned to be located.

Property Details:

Current zoning - C-2, General Commercial district with a PUD, Planned Unit Development overlay
Current use - Under construction as an RV park
Land area - One 13.72 acre lot proposed

Public Facilities/Improvements:

Streets - The subject property has frontage on Bridge School Rd, a Collector road.
Sidewalks - No sidewalks are located adjacent to the property. No sidewalks are located in the vicinity.
Utilities - The subject property has access to all needed public utilities.

Comprehensive Plan: The Rolla 2050 Comprehensive Plan designates the subject property as being appropriate for the Mixed-Use Innovation Center uses. The Mixed-Use Innovation Center provides for the development of specialized office, laboratory, innovation, education, high-tech manufacturing, research, and incubator uses to support the commercialization of Missouri S&T's educational programs.

The RV Park development was reviewed and approved prior to the adoption of the Rolla 2050 Comprehensive Plan.

Discussion: The applicant chose to replat the property rather than vacate the easement and/or dedicate a new easement. A replat can make title issues easier, as the new plat accurately represents the actual easements. Nothing else about the lot will change with the plat.

Findings:

1. The Final Plat does appear to comply with all relevant zoning and subdivision requirements.
2. The waterlines were relocated during construction of the project.
3. The replat includes a vacation of unneeded easements and dedication of replacement easements to cover the public utilities.

Recommendation:

The Rolla Planning and Zoning Commission held a meeting on May 12, 2026 and voted 5-0 to recommend the City Council approve the request.

ORDINANCE NO. _____

AN ORDINANCE TO APPROVE THE FINAL PLAT OF BLUE'S LAKE PLAT NO. 13 AND VACATE CERTAIN EASEMENTS.

(FP26-008)

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF ROLLA, MISSOURI AS FOLLOWS:

SECTION 1: An ordinance approving the Final Plat of Blue's Lake Plat No. 13, a subdivision in City of Rolla, Phelps County, Missouri through the subdivision process, and accepting the rights-of-way and easements dedicated therein.

SECTION 2: The said area to be vacated is shown on the attached exhibit and more particularly described as follows:

EASEMENT NO. 1

A 20.0 feet wide utility easement being situated on Lot 1 of Blue's Lake No. 12, a subdivision in the City of Rolla, Missouri, lying 10.0 feet on each side of the following described centerline; Commencing at the Southeast corner of Lot 1 of Blue's Lake No. 12; thence South 75°03'30" West, 88.36 feet along the South line of said Lot 1 to the Point of Beginning of centerline of easement; thence North 00°57'10" West, 726.26 feet and South 89°58'20" West, 560.27 feet and South 81°28'40" West, 103.80 feet to the West line of said Lot 1 and the Point of Ending of centerline of easement.

EASEMENT NO. 2

A 20.0 feet wide utility easement being situated on Lot 1 of Blue's Lake No. 12, a subdivision in the City of Rolla, Missouri, lying 10.0 feet on each side of the following described centerline; Commencing at the Southeast corner of Lot 1 of Blue's Lake No. 12; thence South 75°03'30" West, 88.36 feet along the South line of said Lot 1; thence North 00°57'10" West, 386.59 feet to the Point of Beginning of centerline of easement; thence North 89°40'10" West, 546.00 feet and South 81°28'00" West, 73.58 feet to the West line of said Lot 1 and the Point of Ending of centerline of easement.

SECTION 3: That this ordinance shall be in full force and effect from and after the date of its passage and approval. Building permits may not be issued by the Community Development Department until the plat has been filed with the Phelps County Recorder of Deeds.

**PASSED BY THE CITY COUNCIL OF THE CITY OF ROLLA, MISSOURI, AND
APPROVED BY THE MAYOR THIS 1st DAY OF JUNE, 2026.**

APPROVED:

Mayor

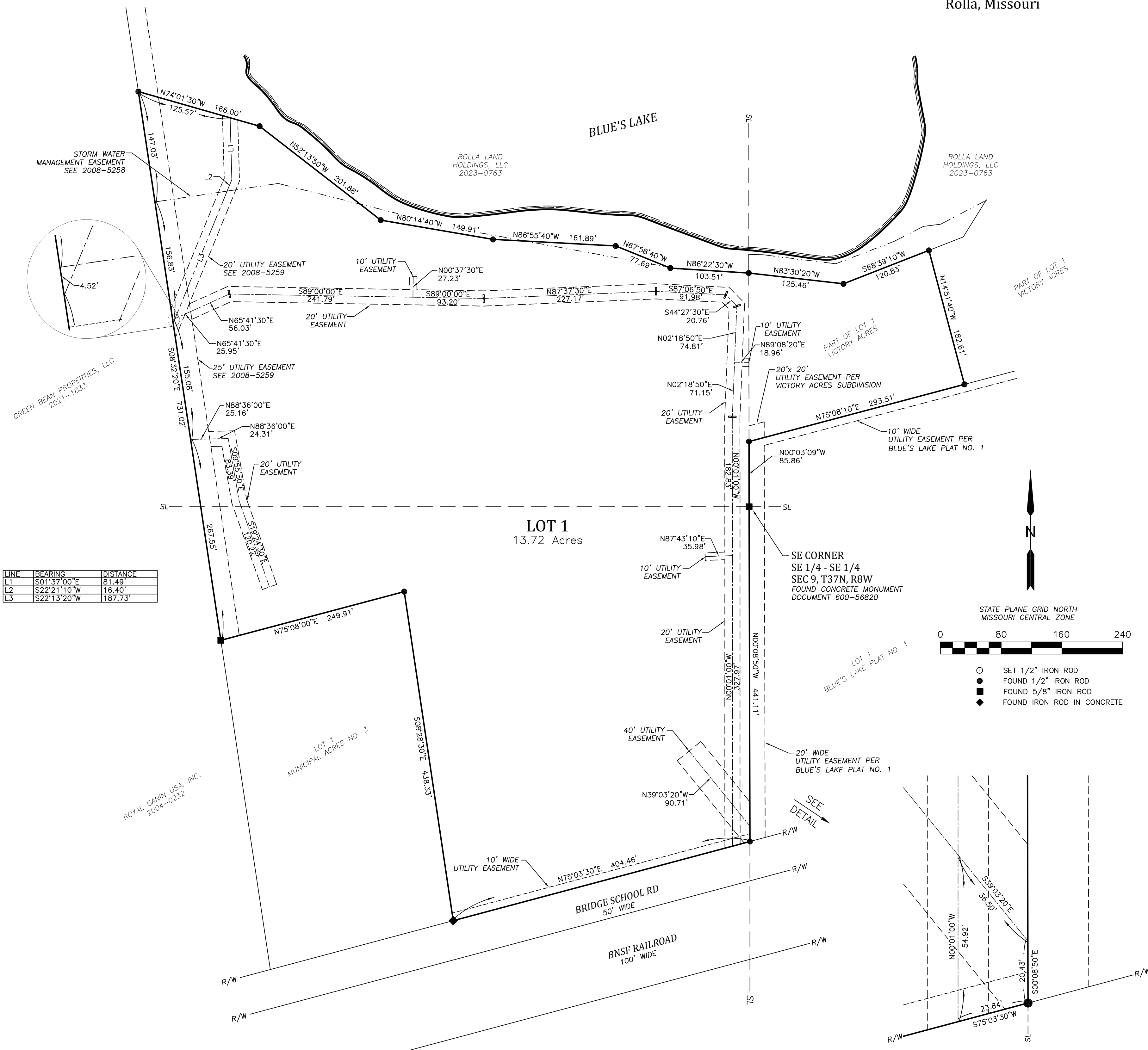
ATTEST:

City Clerk

APPROVED AS TO FORM:

City Counselor

Final Plat of
BLUE'S LAKE PLAT NO. 13
 An amended plat of Blue's Lake Plat No. 12
 Rolla, Missouri



LINE	BEARING	DISTANCE
L1	S01°37'00"E	81.49'
L2	S22°21'10"W	116.40'
L3	S22°13'20"W	187.73'

DESCRIPTION
 All that part of the Southeast Quarter of the Southeast Quarter of Section 9, all that part of the Southwest Quarter of the Southwest Quarter of Section 10 and all that part of the Northeast Quarter of the Northeast Quarter of Section 16, all in Township 37 North, Range 8 West of the 5th P.M. described as follows: Beginning at the Southeast corner of the Southeast Quarter of the Southeast Quarter of said Section 9; thence North 00°33'10" West, 85.86 feet along the East line of the Southeast Quarter of the Southeast Quarter; thence North 75°08'10" East, 293.51 feet; thence North 14°51'40" West, 182.61 feet; thence South 68°39'10" West, 120.83 feet; thence North 83°30'20" West, 125.46 feet; thence North 86°22'30" West, 103.51 feet; thence North 67°58'40" West, 77.69 feet; thence North 86°55'40" West, 161.89 feet; thence North 80°14'40" West, 149.91 feet; thence North 52°13'50" West, 201.88 feet; thence North 74°01'30" West, 166.00 feet; thence South 08°32'20" East, 731.02 feet; thence North 75°08'00" East, 249.91 feet; thence South 08°28'30" East, 438.33 feet to the Northerly right of way Bridge School Road (aka Phelps County Road 7000); thence North 75°03'30" East, 404.46 feet along said Northerly right of way to the East line of the Northeast Quarter of the Northeast Quarter of Section 16, thence North 00°08'50" West, 441.11 feet along said East line to the Point of Beginning.

DEDICATION
 Whereas, Rolla Land Holdings, LLC, herein called ("DEDICATORS") are the owners of the premises described on this plat, and
 Whereas, DEDICATORS desire to subdivide the land as shown on this plat with said subdivision to be named "BLUE'S LAKE PLAT NO. 13".
 DEDICATOR does hereby dedicate to the public use forever all easements shown upon this plat and subdivides the premises shown on this plat so that all of said premises will now be known as "BLUE'S LAKE PLAT NO. 13".
 DEDICATOR does further grant to all political subdivisions and public utilities providing utility services to the land described on this plat the right to install and maintain electrical, sanitary sewer, water, storm water, telephone, cable television, and natural gas lines within and along those places which are designated as utility easements on this plat.
 In witness whereof, the DEDICATOR has executed this dedication this ____ day of _____, 2026.

IMPROVEMENT ACCEPTANCE
 Approved subject to construction of improvements in accordance with development plans on file with the City of Rolla. This plat meets current subdivision codes of the City of Rolla.

Darin Pryor, PE
 Director of Public Works

Floyd Wolf, General Manager
 Rolla Municipal Utilities

by: Jaden Gurney
 Rolla Land Holdings, LLC

State of _____ ss.
 County of _____

On this ____ day of _____, 2026, before me personally appeared Jaden Gurney of Rolla Land Holdings, LLC, to me known to be the person described in and who executed the same as their free act and deed.
 In testimony whereof, I have hereunto set my hand and affixed my official seal in the County and State aforesaid, the day and year first above written.

Notary Public My commission expires _____

COUNTY & CITY TAX RELEASE
 I hereby certify that all property taxes levied by the County of Phelps and the City of Rolla against the real estate described on this plat have been paid in full for 2025 and all prior years.

Faith Barnes
 Collector of Revenue
 Phelps County, Missouri

RECORDER'S CERTIFICATE
 This plat was filed for record in my office on this ____ day of _____, 2026. Plat filed at Cabinet ____ Slide ____

Robin Kordes
 Phelps County Recorder

PLANNING AND ZONING APPROVAL
 Approved the ____ day of _____, 2026, by the Planning and Zoning Commission of Rolla, Missouri.

Chairman
 Planning and Zoning Commission

ACKNOWLEDGMENT OF APPROVAL BY CITY COUNCIL
 This is to acknowledge that the City Council of the City of Rolla, Missouri has by ordinance duly adopted and approved this plat and has authorized the same to be filed for record in the Office of the Recorder of Deeds, Phelps County, Missouri.

Lister B. Florence Jr.
 Mayor, City of Rolla

Lorri Thurman
 City Clerk

- NOTES**
- Type Urban Accuracy Standards.
 - Parent Title Reference: 2023-0763
 - Field work performed in March 2026.
 - A current title report has not been furnished to the land surveyor by the client, and no investigation has been conducted as to the present status of easements or other restrictive conditions affecting the subject land.

SURVEYOR'S CERTIFICATION
 Know all men by these presents:
 That I, Jason Lortz, do hereby certify that this plat meets Missouri Minimum Standards for Property Boundary Surveys and was prepared under my supervision from actual survey of the land herein described, prepared by Lortz Surveying, LLC dated October, 2025 and signed by Jason Lortz L.S. No. 2012000096 and that corner monuments and lot corner pins shown herein were placed under the personal supervision of Jason Lortz L.S. No. 2012000096 in accordance with Article II, Chapter 42, of the City Code of Rolla, Missouri.

Jason Lortz
 PLS 2012000096

5/6/2026
 Date



This plat is intended to supersede and vacate all easements which were dedicated by Blue's Lake Plat No. 12.

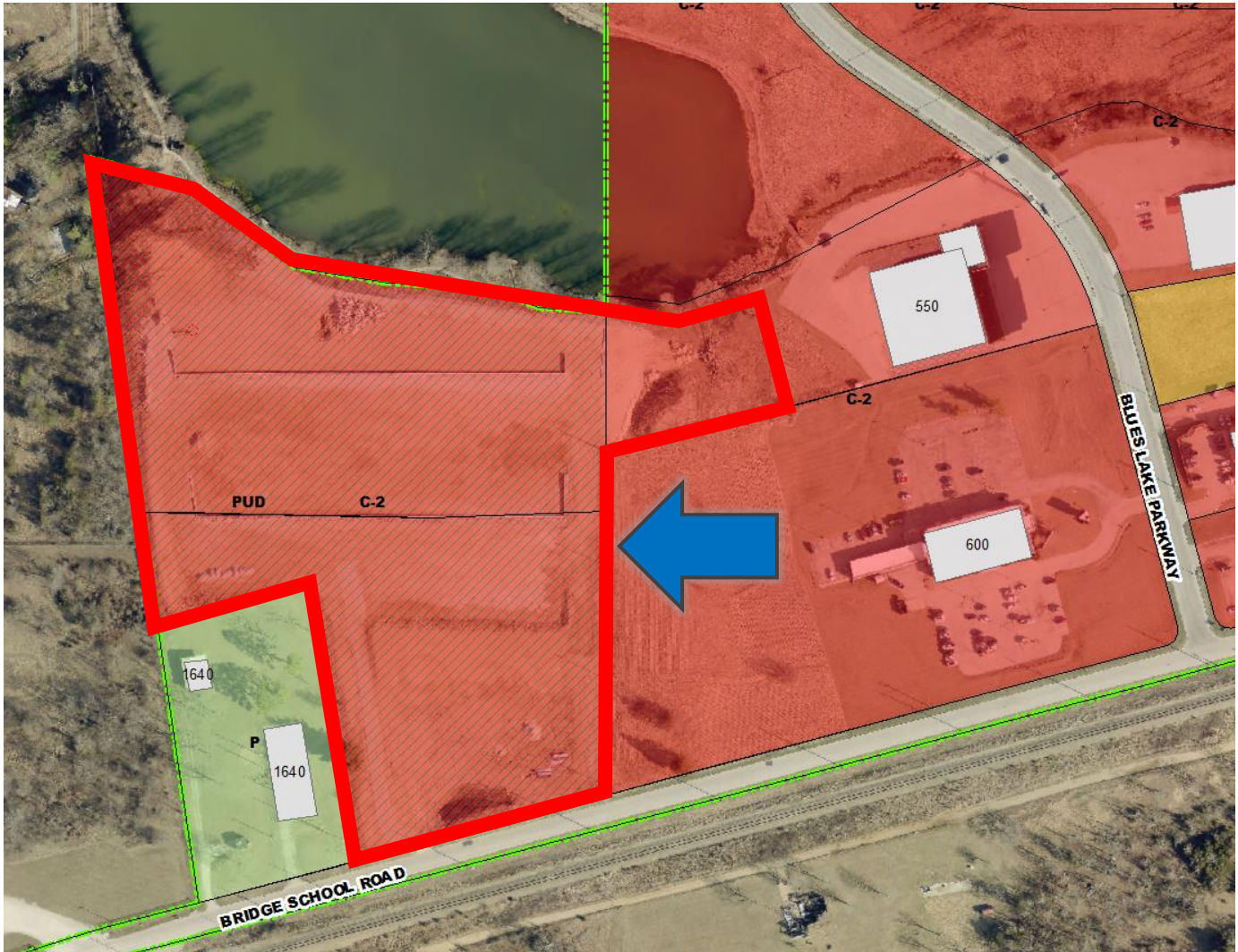
SPECIAL PLAT RESTRICTION AND RESTRICTIVE COVENANT AS TO THE ISSUANCE OF BUILDING OR CONSTRUCTION PERMITS
 The undersigned owners of the tract of land herein platted do hereby impose upon said property and do hereby make the following restrictive covenant: No construction may be commenced upon the above described property until all necessary building and construction permits have been issued by the City of Rolla, Missouri and that it is understood by the undersigned that no such permits shall be issued for any lots herein platted until the completion of all public improvements appertaining to such lots or until a cash bond equal to the reasonable costs of completing such public improvements has been received and approved by the City of Rolla, Missouri. The above mentioned public improvements shall be completed pursuant to the agreement between the undersigned and the City of Rolla, Missouri for the completion of such improvements as required by Article II, Chapter 42 of the City Code of Rolla, Missouri.

LORTZ SURVEYING
 P.O. Box 707 • 231 W. Commercial Street Lebanon, Missouri 65536
 Phone 417-991-8115 • www.lortzsurveying.com • L.S. 2012028494

Final Plat of
 Blue's Lake Plat No. 13
 Rolla, Missouri

Rolla Land Holdings, LLC
 Salina, Utah

Drawn by: E.J.L. Scale: 1" = 80'
 Checked by: J.L.L. Date: 5/6/2026 Survey No.: L-2874



Project Information:

Case No: FP26-008
 Location: 1630 Bridge School Rd
 Applicant: Rolla Land Development, LLC
 Request:

Final Plat to vacate certain easements and dedicate easements



For More Information Contact:

Tom Coots, City Planner
tcoots@rollacity.org

(573) 426-6974
 901 North Elm Street
 City Hall: 2nd Floor
 8:00 – 5:00 P.M.
 Monday - Friday