

**BUSINESS LOOP CID**

**FINANCIAL STATEMENTS**

**ONE MONTH AND TWELVE MONTHS ENDED**  
**SEPTEMBER 30, 2019**

**GKC**

GERDING, KORTE & CHITWOOD CPAS

Professional Corporation

Certified Public Accountants

## ACCOUNTANTS' COMPILATION REPORT



To the Board of Directors  
Business Loop CID  
Columbia, Missouri

20 South Fifth Street  
Columbia, MO 65201  
(573) 449-1599  
Fax: (573) 443-8603  
www.gkccpas.com

Management is responsible for the accompanying financial statements of the governmental activities and the major fund of Business Loop CID as of and for the twelve months ended September 30, 2019, which comprise the governmental fund balance sheet / statement of net position - modified cash basis, and the related governmental fund revenues, expenditures, and changes in fund balances / statement of activities - modified cash basis, and for determining that the modified cash basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

#### PARTNERS

*Fred W. Korte, Jr.*  
*Joseph E. Chitwood*  
*Travis W. Hundley*  
*Jeffrey A. Chitwood*  
*Amy L. Watson*  
*Heidi N. Ross*

The financial statements are prepared in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements prepared in accordance with the modified cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about Business Loop CID's financial position and results of operations. Accordingly, these financial statements are not designed for those who are not informed about such matters.

#### PARTNER EMERITUS

*Robert A. Gerding*

The supplementary information contained in Schedules I-III is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information is the representation of management. The information was subject to our compilation engagement, however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any assurance on such supplementary information.

We are not independent with respect to Business Loop CID.

*Gerding, Korte & Chitwood*  
Gerding, Korte & Chitwood, PC, CPA's

October 09, 2019

**BUSINESS LOOP CID  
GOVERNMENTAL FUND BALANCE SHEET  
STATEMENT OF NET POSITION  
MODIFIED CASH BASIS  
SEPTEMBER 30, 2019**

	<b>General Fund</b>	<b>Adjustments</b>	<b>Statement of Net Position</b>
<b>ASSETS:</b>			
Cash and equivalents	\$ 392,066.70	\$ -	\$ 392,066.70
Capital assets, net of accumulated depreciation	-	15,306.33	15,306.33
<b>Total Assets</b>	<b>392,066.70</b>	<b>15,306.33</b>	<b>407,373.03</b>
<b>LIABILITIES:</b>			
Credit Card	-	2,744.12	2,744.12
<b>Total Liabilities</b>	<b>-</b>	<b>2,744.12</b>	<b>2,744.12</b>
<b>FUND BALANCES / NET POSITION:</b>			
<b>Fund Balances</b>			
Unassigned	392,066.70	(392,066.70)	-
<b>Total Fund Balances</b>	<b>392,066.70</b>	<b>(392,066.70)</b>	<b>-</b>
<b>Total Fund Balance</b>	<b>\$ 392,066.70</b>		
<b>Net Position</b>			
Net investment in capital assets		15,306.33	15,306.33
Unrestricted		389,322.58	389,322.58
<b>Total Net Position</b>		<b>\$ 404,628.91</b>	<b>\$ 404,628.91</b>

**BUSINESS LOOP CID  
GOVERNMENTAL FUND REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE/STATEMENT OF ACTIVITIES  
MODIFIED CASH BASIS  
FOR THE MONTH ENDED SEPTEMBER 30, 2019**

	<u>General Fund</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
<b>EXPENDITURES:</b>			
Program management	\$ 7,037.21	\$ 2,261.48	\$ 9,298.69
Environmental	4,713.65	-	4,713.65
Economy	9,304.93	-	9,304.93
<b>Total Expenditures</b>	<u>21,055.79</u>	<u>2,261.48</u>	<u>23,317.27</u>
<b>REVENUES:</b>			
Sales tax	31,155.66	-	31,155.66
Interest income	32.17	-	32.17
<b>Total Revenues</b>	<u>31,187.83</u>	<u>-</u>	<u>31,187.83</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	10,132.04	(2,261.48)	7,870.56
<b>FUND BALANCE/NET POSITION:</b>			
Beginning balance	381,934.66	14,823.69	396,758.35
Ending balance	<u>\$ 392,066.70</u>	<u>\$ 12,562.21</u>	<u>\$ 404,628.91</u>

**BUSINESS LOOP CID**  
**GOVERNMENTAL FUND REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE/STATEMENT OF ACTIVITIES**  
**MODIFIED CASH BASIS**  
**FOR THE TWELVE MONTHS ENDED SEPTEMBER 30, 2019**

	<u>General Fund</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
<b>EXPENDITURES:</b>			
Current:			
Program management	\$ 55,628.55	\$ 3,248.56	\$ 58,877.11
Environmental	128,680.01	(15,810.77)	112,869.24
Economy	56,484.43	-	56,484.43
<b>Total Expenditures</b>	<u>240,792.99</u>	<u>(12,562.21)</u>	<u>228,230.78</u>
<b>REVENUES:</b>			
Property assessment	67,264.63	-	67,264.63
Sales tax	303,465.95	-	303,465.95
Interest income	335.29	-	335.29
Other Revenue	100.00	-	100.00
<b>Total Revenues</b>	<u>371,165.87</u>	<u>-</u>	<u>371,165.87</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	130,372.88	12,562.21	142,935.09
<b>FUND BALANCE/NET POSITION:</b>			
Beginning balance	261,693.82	-	261,693.82
Ending balance	<u>\$ 392,066.70</u>	<u>\$ 12,562.21</u>	<u>\$ 404,628.91</u>

**BUSINESS LOOP CID**  
**SELECTED INFORMATION - SUBSTANTIALLY ALL DISCLOSURES REQUIRED**  
**BY THE MODIFIED CASH BASIS OF ACCOUNTING ARE NOT INCLUDED**  
**SEPTEMBER 30, 2019**

**NOTE 1: RECONCILIATION OF FUND ACTIVITIES**

Governmental accounting standards require very specific methods for reporting assets, liabilities, revenues and expenses in the government's general fund. Accordingly, certain adjustments are required to reconcile this fund reporting to the modified cash basis of accounting used by management in the presentation of these financial statements.

Amounts reported for general fund activities differ from amounts reported in the statement of net position because:

- Capital assets (net of accumulated depreciation) used in governmental activities are not financial resources and, therefore, are not reported in funds.
- Credit cards payable represent a deferred outflow of resources and, therefore, are not reported in funds.
- Required classifications of governmental fund balances as unassigned and assigned are inherently different from the presentation of net investment and restriction detail included in the net position.

Amounts reported for general fund activities differ from amounts reported in the statement of activities because:

- Governmental funds report capital outlays as expenditures. However, in the Statement of Activities capital costs are allocated over their estimated useful lives through depreciation expense.
- Repayment of credit card liabilities consumes the current financial resources but has no effect on the net position of governmental funds.

**SUPPLEMENTARY  
INFORMATION**

**BUSINESS LOOP CID**  
**SCHEDULE I - STATEMENTS OF ASSETS, LIABILITIES AND**  
**NET POSITION - MODIFIED CASH BASIS**

	<u>September 30, 2019</u>	<u>September 30, 2018</u>
<b><u>ASSETS</u></b>		
<b>CURRENT ASSETS:</b>		
Landmark Bank	\$ 14,089.30	\$ 4,782.29
Landmark Bank - Sales Tax	245,053.71	191,355.72
Landmark Bank - Property Tax	<u>132,923.69</u>	<u>65,555.81</u>
<b>Total Current Assets</b>	<u>392,066.70</u>	<u>261,693.82</u>
<b>PROPERTY AND EQUIPMENT:</b>		
Furniture & Equipment	15,810.77	0.00
Accumulated Depreciation	<u>(504.44)</u>	<u>0.00</u>
<b>Net Property and Equipment</b>	<u>15,306.33</u>	<u>0.00</u>
<b>TOTAL ASSETS</b>	<u>\$ 407,373.03</u>	<u>\$ 261,693.82</u>
<b><u>LIABILITIES AND NET POSITION</u></b>		
<b>LIABILITIES:</b>		
<b>CURRENT LIABILITIES:</b>		
Credit Card Payable	\$ <u>2,744.12</u>	\$ <u>0.00</u>
<b>Total Current Liabilities</b>	<u>2,744.12</u>	<u>0.00</u>
<b>Total Liabilities</b>	<u>\$ 2,744.12</u>	<u>\$ 0.00</u>
<b>NET POSITION:</b>		
Net Assets	261,693.82	116,698.58
Revenues Over/(Under) Expenditures	<u>142,935.09</u>	<u>144,995.24</u>
<b>Total Net Position</b>	<u>404,628.91</u>	<u>261,693.82</u>
<b>TOTAL LIABILITIES AND NET POSITION</b>	<u>\$ 407,373.03</u>	<u>\$ 261,693.82</u>



**BUSINESS LOOP CID**  
**SCHEDULE II - STATEMENTS OF REVENUES AND EXPENDITURES**  
**BUDGET TO ACTUAL - MODIFIED CASH BASIS**

	<u>1 Month Ended</u> <u>Sep. 30, 2019</u>	<u>12 Months Ended</u> <u>Sep. 30, 2019</u>	<u>Total</u> <u>Budget</u>	<u>% of</u> <u>Budget</u>	<u>Remaining</u> <u>Budget</u>
<b>REVENUES:</b>					
Property Assessment	\$ 0.00	\$ 67,264.63	\$ 63,710.00	105.58	\$ (3,554.63)
Sales Tax	31,155.66	303,465.95	327,705.00	92.60	24,239.05
Other Revenues	0.00	100.00	5,000.00	2.00	4,900.00
Interest Income	32.17	335.29	0.00	0.00	(335.29)
<b>Total Revenues</b>	<u>31,187.83</u>	<u>371,165.87</u>	<u>396,415.00</u>	<u>93.63</u>	<u>25,249.13</u>
<b>RECURRING EXPENDITURES:</b>					
<b>Environment</b>					
Banners (Installation)	120.00	460.00	1,000.00	46.00	540.00
Landscaping (Maintenance)	1,755.95	1,755.95	10,000.00	17.56	8,244.05
Traffic Box Art	0.00	0.00	4,000.00	0.00	4,000.00
R Program Administration - Environment	1,561.88	19,961.89	18,743.00	106.50	(1,218.89)
<b>Total Environment</b>	<u>3,437.83</u>	<u>22,177.84</u>	<u>33,743.00</u>	<u>65.73</u>	<u>11,565.16</u>
<b>Economy</b>					
Web / Internet Services	189.34	1,249.73	2,200.00	56.81	950.27
R Program Administration - Economy	1,561.88	19,961.86	18,743.00	106.50	(1,218.86)
Industry Membership	0.00	300.00	1,500.00	20.00	1,200.00
Postage	0.00	1,337.43	1,500.00	89.16	162.57
Advertising / Marketing	5,991.84	8,505.43	9,500.00	89.53	994.57
Printing	0.00	1,236.28	1,500.00	82.42	263.72
<b>Total Economy</b>	<u>7,743.06</u>	<u>32,590.73</u>	<u>34,943.00</u>	<u>93.27</u>	<u>2,352.27</u>
<b>Program Management</b>					
Banking Fees	8.20	457.08	600.00	76.18	142.92
Supplies	526.17	2,226.25	2,500.00	89.05	273.75
Utilities	462.72	1,126.39	2,000.00	56.32	873.61
Professional Services	180.00	3,049.94	4,000.00	76.25	950.06
Seminars and Conferences	30.00	2,677.43	5,000.00	53.55	2,322.57
Insurance	0.00	2,065.00	10,000.00	20.65	7,935.00
Interest Expense	0.00	66.01	0.00	0.00	(66.01)
Health Insurance	668.10	8,004.00	7,860.00	101.83	(144.00)
Retirement Plan	624.74	3,742.32	3,749.00	99.82	6.68
Payroll Taxes	372.12	6,002.53	7,497.00	80.07	1,494.47
Payroll Services	43.00	564.00	525.00	107.43	(39.00)
Rent	800.00	8,806.00	8,520.00	103.36	(286.00)
Legal Fees	5,486.27	8,660.02	0.00	0.00	(8,660.02)
Membership Fees	0.00	425.00	0.00	0.00	(425.00)
<b>Total Program Management</b>	<u>9,201.32</u>	<u>47,871.97</u>	<u>52,251.00</u>	<u>91.62</u>	<u>4,379.03</u>
<b>Total Recurring Expenditures</b>	<u>20,382.21</u>	<u>102,640.54</u>	<u>120,937.00</u>	<u>84.87</u>	<u>18,296.46</u>

**BUSINESS LOOP CID**  
**SCHEDULE II - STATEMENTS OF REVENUES AND EXPENDITURES**  
**BUDGET TO ACTUAL - MODIFIED CASH BASIS**

	<u>1 Month Ended</u> <u>Sep. 30, 2019</u>	<u>12 Months Ended</u> <u>Sep. 30, 2019</u>	<u>Total</u> <u>Budget</u>	<u>% of</u> <u>Budget</u>	<u>Remaining</u> <u>Budget</u>
<b>NON-RECURRING EXPENDITURES:</b>					
<b>Environment</b>					
Temporary Streetscape Project	0.00	0.00	3,000.00	0.00	3,000.00
Environmental Graphics	0.00	20,145.37	19,300.00	104.38	(845.37)
Landscaping (Planting)	0.00	0.00	10,000.00	0.00	10,000.00
Pop Up Festival Lot	(420.13)	40,706.65	100,000.00	40.71	59,293.35
Pop Up Space	134.08	9,877.52	10,000.00	98.78	122.48
Crosswalk Enhancements	0.00	0.00	20,000.00	0.00	20,000.00
NR Program Administration - Environment	1,561.87	19,961.86	18,743.00	106.50	(1,218.86)
<b>Total Environment</b>	<u>1,275.82</u>	<u>90,691.40</u>	<u>181,043.00</u>	<u>50.09</u>	<u>90,351.60</u>
<b>Economy</b>					
Marketing	0.00	931.82	1,500.00	62.12	568.18
General	0.00	3,000.00	0.00	0.00	(3,000.00)
NR Program Administration - Economy	1,561.87	19,961.88	18,743.00	106.50	(1,218.88)
<b>Total Economy</b>	<u>1,561.87</u>	<u>23,893.70</u>	<u>20,243.00</u>	<u>118.03</u>	<u>(3,650.70)</u>
<b>Program Management</b>					
CID Establishment / Legal Fees	0.00	10,500.70	12,000.00	87.51	1,499.30
<b>Total Program Management</b>	<u>0.00</u>	<u>10,500.70</u>	<u>12,000.00</u>	<u>87.51</u>	<u>1,499.30</u>
<b>Total Non-Recurring Expenditures</b>	<u>2,837.69</u>	<u>125,085.80</u>	<u>213,286.00</u>	<u>58.65</u>	<u>88,200.20</u>
<b>NON-CASH TRANSACTIONS:</b>					
9000 - Depreciation	97.37	504.44	0.00	0.00	(504.44)
<b>Total Non-Cash Transactions</b>	<u>97.37</u>	<u>504.44</u>	<u>0.00</u>	<u>0.00</u>	<u>(504.44)</u>
<b>REVENUES OVER (UNDER)</b>	<u>\$ 7,870.56</u>	<u>\$ 142,935.09</u>	<u>\$ 62,192.00</u>	<u>229.83</u>	<u>\$ (80,743.09)</u>
<b>EXPENDITURES</b>					