

December 31, 2020

VIA U.S. POSTAL SERVICE

City of Independence, Missouri
Attn: City Clerk Jane Sharon
Independence City Hall
111 E Maple Ave
Independence, Missouri 64050

Missouri Department of Economic Development
Attn: Mr. Hal VanSlyck
301 W. High Street
P.O. Box 118
Jefferson City, Missouri 65102


**Re: Crackerneck Center Community Improvement District, Annual Report for
Fiscal Year Ending June 30, 2020 and Financial Report for Fiscal Year 2019-2020.**

Dear Clerk and Department of Economic Development:

On behalf of the Crackerneck Center Community Improvement District (the "District"), enclosed please find the District's Annual Report for the Fiscal Year ending June 30, 2020 and the District's Financial Report for Fiscal Year 2019-2020.

Should you have any questions, please do not hesitate to contact the District's legal counsel at 816-875-3313.

Best regards,


Spencer R. Thomson, Esq.

cc: Harold Robert Herman, Jr., Chairman

CRACKERNECK CENTER COMMUNITY IMPROVEMENT DISTRICT

ANNUAL FINANCIAL STATEMENT¹

FISCAL YEAR 2019-20

BEGINNING BALANCE: **\$ 5,486.19**

REVENUES:

1% Sales & Use Tax
(Less DOR Collection/Retention Fee) \$ 67,653.35

Contributions in Lieu of Assessments
(from Green Lantern Car Wash, LLC) \$ 18,834.72

Interest Earnings \$ 180.19

TOTAL RECEIPTS **\$ 86,668.26**

\$ 92,154.45

EXPENDITURES:

Accounting/Administrative/Legal Fees \$ 1,105.00

Liability Insurance \$ 2,009.00

Bank Fees \$ 258.57

Reimbursement to Developer \$ 82,700.00

Crackerneck Center Property Owner's Association
Reimbursable Items² (Liability & Property Insurance) \$ 515.00

TOTAL EXPENDITURES **\$ 86,587.57**

ENDING BALANCE: **\$ 5,566.88**

¹ The District has no bonded indebtedness and does not assess tax other than the Sales Tax referenced above.

² Amount expected to be reimbursed by Crackerneck Center Property Owner's Association in FY 2020-21.
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Annual Report
Crackerneck Center Community Improvement District
Fiscal Year Ended June 30, 2020

Section I: General Information

1. Name of CID ("District"): Crackerneck Center Community Improvement District
2. Date of Submission: December 31, 2020
3. Report Period: July 1, 2019 – June 30, 2020
4. Contact Information:
 - a. District Chairman: Harold Robert Herman, Jr.
36306 East Pink Hill Road
Oak Grove, Missouri 64075
816.918.1585
robert@hermanrealty.com
 - b. District Legal Counsel: Thomson, LLC
4700 Belleview Avenue, Suite 404
Kansas City, Missouri 64112
816.875.3310
sthomson@thomsonkc.com
5. Report Prepared By: Spencer R. Thomson, Esq.

Section II: Purpose of CID and Services Provided during Fiscal Year 2019-20

The District did not complete any improvements during Fiscal Year 2019-2020 (all anticipated improvements were completed in Spring 2016). The District's services included securing insurance coverage and holding the required annual meeting.

Section III: Board Members as of Date of Most Recent Annual Meeting

As of the date of the most recent meeting of the Board May 8, 2020, the Officers and Directors of the Board are as follows:

Harold Robert Herman, Jr.	Chairman
Art Ruiz	Vice-Chairman
Nancy Herman	Secretary

Ron Martino	Treasurer
J. Michael Neighbors	Director

Section IV: Revenues and Expenses

See the revenue and expenses reported on the Annual Financial Statement of the District for Fiscal Year 2019-20 attached hereto.

Section V: Resolutions Adopted

The below is a list of all Resolutions adopted by the Board during Fiscal Year 2019-20:

1. Resolution 2020-01 – Adoption of 2020-2021 Annual Budget

CRACKERNECK CENTER COMMUNITY IMPROVEMENT DISTRICT

ANNUAL FINANCIAL STATEMENT¹

FISCAL YEAR 2019-20

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(Less DOR Collection/Retention Fee) **\$ 67,653.35**

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Bank Fees **\$ 258.57**

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RESOLUTION NO. 2020-01

THE CRACKERNECK CENTER COMMUNITY IMPROVEMENT DISTRICT

RESOLUTION OF THE CRACKERNECK CENTER COMMUNITY IMPROVEMENT DISTRICT (THE "DISTRICT") ADOPTING THE ANNUAL BUDGET FOR 2020-21

WHEREAS, the fiscal year (the "Fiscal Year") of the District is the same as the City of Independence, Missouri, which begins July 1st of the present calendar year and ends June 30th of the following calendar year; and

WHEREAS, Section 67.1471.2 of the Community Improvement District Act, Sections 67.1401 through 67.1571 of the Revised Statutes of Missouri, as amended (the "CID Act"), requires that the District submit to the governing body of the City of Independence, Missouri (the "City"), no earlier than one hundred eighty (180) days and no later than ninety (90) days prior to the start of each Fiscal Year, a "proposed annual budget, setting forth expected expenditures, revenues, and rates of assessments and taxes, if any, for such Fiscal Year"; and

WHEREAS, the District did prepare and submit such proposed budget for the 2020-21 Fiscal Year to the City (the "Proposed Budget");

WHEREAS, the City had no comments to the Proposed Budget; and

WHEREAS, the District desires to ratify, acknowledge and accept the Proposed Budget submitted to the City and the actions taken therein;

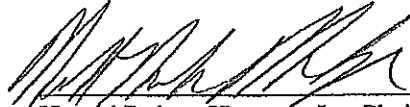
WHEREAS, the District desires to approve the Proposed Budget as the District's Budget for Fiscal Year 2020-21.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the District as follows:

1. That the actions taken on behalf of the District in preparing and submitting the Proposed Budget to the City, are hereby ratified, acknowledged and accepted.
2. That the Proposed Budget for the Fiscal Year beginning July 1, 2020 and ending June 30, 2021, attached hereto as Exhibit A, is hereby accepted and approved as the District's Fiscal Year 2020-21 Budget.
3. This resolution shall take effect immediately.

[Signature page follows.]

Adopted this 8th day of May, 2020.


Harold Robert Herman, Jr., Chairman

ATTEST:

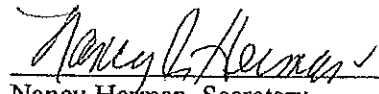

Nancy Herman, Secretary

EXHIBIT A
FISCAL YEAR 2020-21 BUDGET
(attached hereto)

**CRACKERNECK CENTER COMMUNITY IMPROVEMENT DISTRICT
BUDGET- FISCAL YEAR 2020-21**

ESTIMATED BEGINNING BALANCE:		\$ 20,295.85
ESTIMATED REVENUES:		
1% Sales & Use Tax		
(Less DOR Collection/Retention Fee)	\$ 75,000.00	
Contributions in Lieu of Assessments		
(from Green Lantern Car Wash, LLC)	\$ 21,000.00	
Interest Earnings	\$ 0.00	
TOTAL RECEIPTS	\$ 96,000.00	
		\$116,295.85
ESTIMATED EXPENDITURES:		
Landscaping/Beautification/Monuments	\$ 1,500.00	
Accounting/Administrative/Legal Fees	\$ 6,000.00	
Liability Insurance	\$ 2,500.00	
Reimbursement to Developer ¹	\$ 95,000.00	
TOTAL EXPENDITURES	\$105,000.00	<u>\$105,000.00</u>
ESTIMATED ENDING BALANCE:		\$ 11,295.85