



CITY OF LAKE SAINT LOUIS, MISSOURI

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
JUNE 30, 2017

CITY OF LAKE SAINT LOUIS, MISSOURI

**Comprehensive Annual Financial Report
For The Fiscal Year Ended June 30, 2017**

Prepared by the Finance Department

CITY OF LAKE SAINT LOUIS, MISSOURI
FINANCIAL REPORT

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CITY OF LAKE SAINT LOUIS, MISSOURI
SECTION I - INTRODUCTORY SECTION

SECTION I - INTRODUCTORY SECTION

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November 15, 2017

The Honorable Mayor, Members of the Board of Aldermen City Administrator & Residents of the City of Lake Saint Louis, Missouri:

Submitted herewith for your review is the Comprehensive Annual Financial Report (CAFR) of The City of Lake Saint Louis, Missouri for the fiscal year ended June 30, 2017. The City is responsible for both the accuracy of the presented data and the fairness and completeness of the presentation, including all disclosures. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to fairly present the City's financial position and results of operations. We have included all disclosures necessary to enable readers to gain an understanding of the City's financial activities during the fiscal year ended June 30, 2017.

This report is presented for the purpose of providing the Board of Aldermen, the Administration and the citizens of Lake Saint Louis with a detailed and complete report of financial activity during the fiscal year ended June 30, 2017.

The City of Lake Saint Louis' financial statements have been audited by Hochschild, Bloom & Co LLP, a firm of certified public accountants. The purpose of the independent audit is to provide reasonable assurance that the City's financial statements for the year ended June 30, 2017 are free of material misstatement. An independent audit involves examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded that the audit provided a reasonable basis for issuing an unqualified opinion that the City's financial statements for the year ended June 30, 2017 are fairly presented in conformity with Generally Accepted Accounting Principles (GAAP).

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management Discussion & Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of Lake Saint Louis, Missouri's MD&A can be found immediately following the Independent Auditor's Report.



It is the policy of The City of Lake Saint Louis, Missouri to have an independent audit of all books and accounts, financial records and transactions of the City at the close of each fiscal year. A Certified Public Accountant, selected by the Board of Aldermen, performs this audit annually. The 2016/2017 fiscal year audit has been completed and the independent auditor's opinion is included in this report.

GOVERNMENT PROFILE

The City of Lake Saint Louis, Missouri was incorporated in 1975. The City was organized under Missouri State Statutes as a Fourth Class City. The Mayor is elected at large to a four-year term, and two aldermen from each of the City's three wards are elected to two-year terms on a nonpartisan basis. The Mayor may vote only in the event of a tie vote by the Board of Aldermen. The Mayor also has veto power. A City Administrator, appointed by the Mayor and Board of Aldermen, is the chief administrative officer of the City and is responsible for the coordination and supervision of City operations.

The City has several advisory boards and committees composed of citizens appointed by the Mayor with the advice and consent of the Board of Aldermen. The advisory boards and committees include the Park Board, The Personnel Review/Police Review Board, the Development Review Board, the Tree Board, the Tax Increment Financing Committee, the Industrial Development Authority and the Economic Development Advisory Board. In addition, the Mayor, with the advice and consent of the Board of Aldermen appoints citizens to other boards and commissions which have responsibility for governmental functions related to zoning and building codes. These boards and commissions are the Planning and Zoning Commission, the Architectural Review Board, the Building Appeals Board and the Board of Adjustment.

The City has approximately 82 full time employees and provides a full range of non-utility municipal services. These services include public works maintenance, public works construction and improvement, planning and zoning, building inspections, engineering, parks, general administrative services and public safety.

ECONOMIC CONDITION AND OUTLOOK

The City of Lake Saint Louis, Missouri is located in St. Charles County and is easily accessible to the rest of the metropolitan St. Louis region by two major highways. Lambert-St. Louis International Airport is a 30-minute drive while the downtown St. Louis area is within a 45-minute drive of the City.

As its name implies, the City's central feature is its two lakes. However, lakes are not the only recreational amenity available to City residents. Lake Saint Louis offers some of the very best recreational facilities available anywhere in the St. Louis area, such as an 18-hole golf course, a par 3 nine-hole golf course, tennis courts, beaches, swimming pools, equestrian facilities and parks.

Officials of Lake Saint Louis, which is located in one of the fastest growing areas of the nation, have anticipated and planned for the City's growth since its inception. Evidence of the City's planned community environment is demonstrated by the high quality and diversity of housing, well-planned residential and commercial areas, and by an abundance of recreational amenities.

While the City's financial position is currently strong, the administration continues to advocate appropriate high quality economic development, which will provide for the City's financial stability and growth for decades to come.

The City's future financial prospects continue to be positive despite current challenging economic conditions. Because of the many unique recreational amenities offered by the community, the city's continued emphasis on green space and adherence to stringent building and maintenance codes, along with the City's location in the "golden triangle" of St. Charles County which offers easy access to major highways, Lake Saint Louis should continue to attract new residents and continue to maintain comparatively steady property values.

In addition to some expected residential growth, City staff anticipates that commercial development within the City will continue into the future. City staff is optimistic that Lake Saint Louis will continue to attract commercial development of the highest quality.

MAJOR INITIATIVES

Major projects started, continued and/or completed during the year include Civic Center Drive, Ronald Reagan Drive, Lake Saint Louis Boulevard Phase 1, Orf Road, Harborview Stormwater and Zachary's Playground renovations.

RELEVANT FINANCIAL POLICIES

The City's financial policies are guided by state law and established by the Board of Aldermen. Financial policies include budgeting, taxation, procurement, revenue, debt management, fund balance and fraud prevention. Financial policies are generally included in the City Code which can be obtained from the City's website at www.lakesaintlouis.com.

In developing the City's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable assurance that assets are effectively safeguarded and those transactions are executed in accordance with management's authorization and are properly recorded. The concept of reasonable assurance recognizes that the cost of the control should not exceed the benefits likely to be derived and that the evaluation of

cost and benefits requires estimates and judgments by management. Within this framework, we believe that the City's system of internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Missouri State Law and the City Code require annual budgets to be prepared for the General and Capital Projects funds. Budgetary control is maintained by the encumbrance of estimated purchase amounts prior to the release of purchase orders to vendors. Appropriations lapse at year end to the extent that they have not been expended. The Board of Aldermen exercises control over budgeted expenditures throughout the fiscal year.

As of June 30, 2017, the City had \$9,350,000 in outstanding general obligation debt. Under Missouri Statutes, the City's general obligation debt issuance is subject to legal limitation based on ten percent of total assessed value of real property. At June 30, 2017 this debt limit was \$32,970,756.

These bonds, issued for street and drainage improvements, construction of a public works facility, reconstruction of Lake Saint Louis Boulevard, land acquisition and development of parks, acquisition and construction of a highway interchange and construction of a civic center, are considered to be net direct tax supported debt.

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the Certificate of Achievement for Excellence in Financial Reporting to the City of Lake Saint Louis for its comprehensive annual financial report for the fiscal year ended June 30, 2016. The Certificate of Achievement is a prestigious national award that recognizes adherence to the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized CAFR, the contents of which conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that the City's current report continues to conform to the Certificate of Achievement program requirements, and it is being submitted to the GFOA for review.

ACKNOWLEDGMENTS

The preparation of this report could not have been accomplished without the efficient and dedicated services of the Finance Office staff. I would like to express my appreciation to all who assisted and contributed to the preparation of this report. I would also like to thank the Mayor and the Board of Aldermen for their interest and

support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,

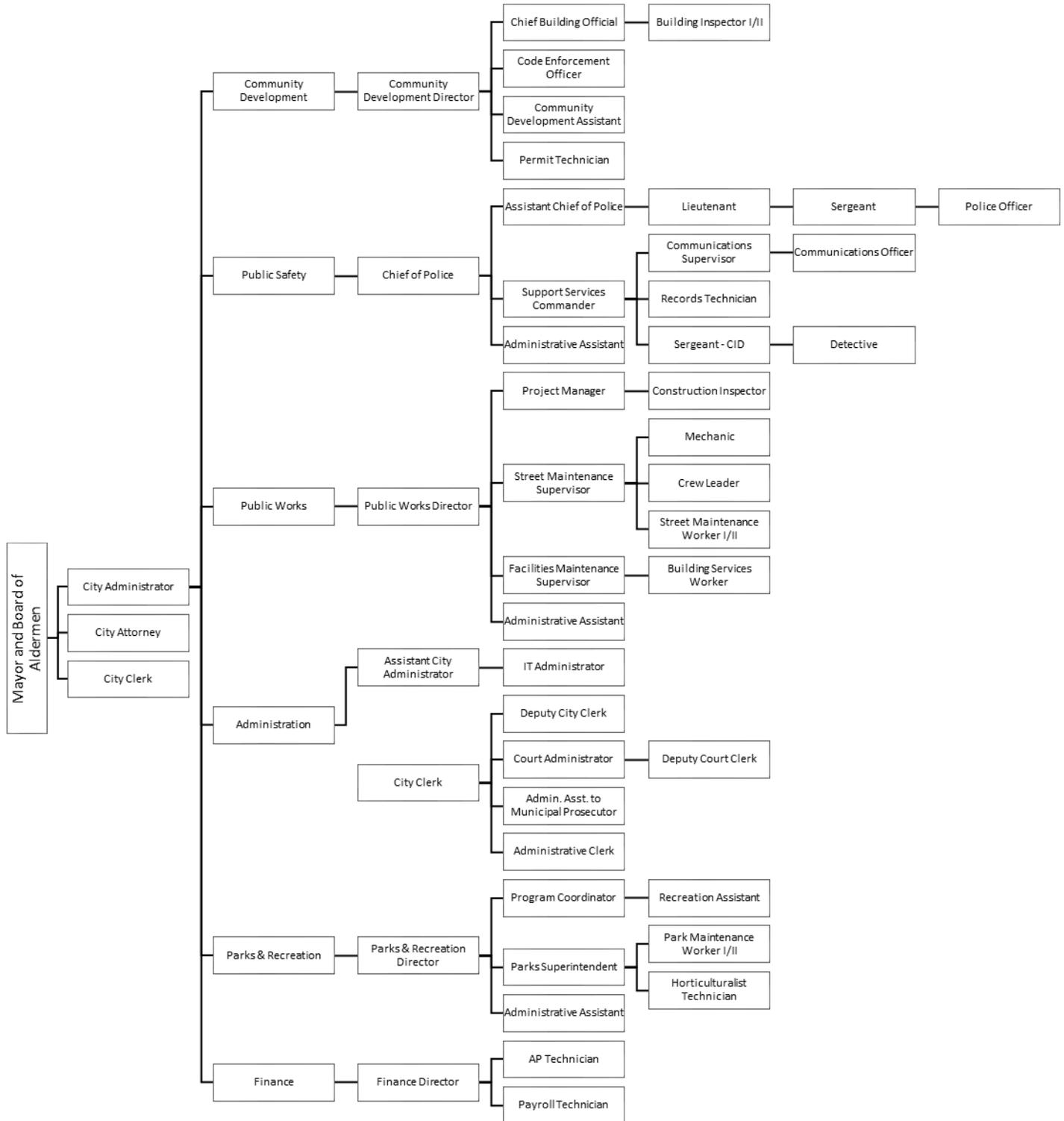


Renee M. Roettger, CPA
Director of Finance

CITY OF LAKE SAINT LOUIS, MISSOURI

ORGANIZATIONAL CHART

JUNE 30, 2017



CITY OF LAKE SAINT LOUIS, MISSOURI
PRINCIPAL OFFICIALS
JUNE 30, 2017

<u>Elected Officials</u>	<u>Terms</u>
Kathy Schweikert Mayor	April 2017 - April 2021
Gary Torlina Alderman - Ward 1	April 2016 - April 2018
Gary Turner Alderman - Ward 1	April 2017 - April 2019
Mike Potter Alderman - Ward 2	April 2017 - April 2019
Karen Vennard Alderman - Ward 2	April 2016 - April 2018
Jason Law Alderman - Ward 3	April 2016 - April 2018
John Pellerito Alderman - Ward 3	April 2017 - April 2019

Other City Officials

City Administrator	Paul Markworth
City Clerk	Donna Daniel
Community Development Director	Louis Clayton
Director of Finance	Renee Roettger
Parks Director	Darren Noelken
Police Chief	Michael Force
Public Works Director	Derek Koestel



Government Finance Officers Association

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

Presented to

**The City of Lake Saint Louis
Missouri**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2016

Executive Director/CEO

SECTION II - FINANCIAL SECTION

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Hochschild, Bloom & Company LLP
Certified Public Accountants
Consultants and Advisors

INDEPENDENT AUDITOR'S REPORT

November 15, 2017

Honorable Mayor and Board of Aldermen
CITY OF LAKE SAINT LOUIS, MISSOURI

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the **CITY OF LAKE SAINT LOUIS, MISSOURI** (the City), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appro-

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- 1000 Washington Square, P. O. Box 1457, Washington, Missouri 63090-8457, 636-239-4785, Fax 636-239-5448

appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2017, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplemental Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplemental information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, 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 supplemental 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.

Other 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 other supplemental information, introductory, and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplemental 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. Such 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 other supplemental information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

OTHER REPORTING REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 15, 2017 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 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 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.

Hochschild, Bloom & Company LLP
CERTIFIED PUBLIC ACCOUNTANTS

CITY OF LAKE SAINT LOUIS, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

This Management's Discussion and Analysis (MD&A) section of the City of Lake Saint Louis, Missouri's (the City) financial report presents an easily readable analysis of the City's financial activities based on currently known facts, decisions, and conditions. For a comprehensive understanding of the financial statements, please review the City's financial statements, including the footnotes, that follow the MD&A.

Financial Highlights

- On a government-wide basis, the assets and deferred outflows of the City exceeded liabilities and deferred inflows at June 30, 2017 by \$44,781,012. Of this amount, \$32,481,905 is invested in capital assets net of related debt and \$4,722,446 is restricted for specific purposes (restricted net position). The City's unrestricted net position balance is \$7,576,661.
- The City's total net position increased \$96,726 during 2016/2017.
- General revenues related to governmental activities were \$12,024,918 and include \$8,154,674 (67.8%) in sales and utility gross receipt taxes. Property taxes accounted for \$3,450,628 (28.7%) of general revenues.
- General expenses from the various functions of governmental activities were \$14,408,965.
- At June 30, 2017, the City's governmental funds reported combined ending fund balances of \$8,982,255, a decrease of \$215,675 compared to the June 30, 2016 ending fund balances of \$9,197,930. Approximately \$3,650,000 or 40.7% of this total is not assigned or restricted in any way and is available to be spent at the City's discretion.
- At June 30, 2017, the unassigned fund balance of the General Fund was \$3,653,499, or 34.3% of General Fund revenues.

Overview of the Financial Statements

This MD&A is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements.

Required supplemental information and other supplemental information is also included in addition to the basic financial statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The government-wide financial statements include the statement of net position and the statement of activities.

The statement of net position presents all of the City's assets and liabilities with the difference between the two reported as net position. Net position is an important measure of the City's overall financial health. The fluctuations in net position can be monitored to determine whether the City's financial positions are improving or deteriorating.

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flow. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements report functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities for the City include general government, public safety, public works, parks and recreation, and planning and development.

Government-wide Financial Analysis

In the government-wide financial statements, all of the activities of the City are considered activities of the primary government. The government-wide financial statements are designed to provide readers with a broad overview of the City's finances as discussed in the following analysis of net position and changes in net position.

Condensed Financial Statements

A condensed version of the statement of net position follows:

Statement of Net Position Governmental Activities

	June 30		2017 Change	
	2017	2016	Amount	Percent
ASSETS				
Current and other assets	\$ 14,457,860	13,494,231	963,629	7 %
Capital assets, net of depreciation	41,917,928	43,012,179	(1,094,251)	(3)
Total Assets	<u>56,375,788</u>	<u>56,506,410</u>	<u>(130,622)</u>	-
DEFERRED OUTFLOWS OF RESOURCES				
	<u>1,064,845</u>	<u>2,001,771</u>	<u>(936,926)</u>	(47)
LIABILITIES				
Current and other liabilities	2,228,264	1,894,926	333,338	18
Long-term liabilities	10,379,835	11,847,254	(1,467,419)	(12)
Total Liabilities	<u>12,608,099</u>	<u>13,742,180</u>	<u>(1,134,081)</u>	(8)
DEFERRED INFLOWS OF RESOURCES				
	<u>51,522</u>	<u>81,715</u>	<u>(30,193)</u>	(37)
NET POSITION				
Net investment in capital assets	32,481,905	32,143,015	338,890	1
Restricted	4,722,446	4,844,756	(122,310)	(3)
Unrestricted	<u>7,576,661</u>	<u>7,696,515</u>	<u>(119,854)</u>	(2)
Total Net Position	<u>\$ 44,781,012</u>	<u>44,684,286</u>	<u>96,726</u>	- %

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. As illustrated above, in the case of the City, assets and deferred outflows exceeded liabilities and deferred inflows by \$44,781,012 at June 30, 2017.

A portion of the City's net position \$7,576,661 are unrestricted and may be used to meet the City's ongoing obligations to citizens and creditors. Additionally, a portion of the City's governmental activities net position \$4,722,446 represents resources that are subject to external restrictions on how they may be used.

The remaining portion of the City's net position reflects its investment in capital assets (e.g., land, infrastructure, buildings, vehicles, and equipment); less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

A condensed version of the statement of activities compared to the prior year follows:

**Statement of Activities
Governmental Activities**

	For The Years Ended June 30		2017 Change	
	2017	2016	Amount	Percent
REVENUES				
Program revenues:				
Charges for services	\$ 1,066,719	1,500,026	(433,307)	(29) %
Operating grants and contributions	997,500	999,722	(2,222)	-
Capital grants and contributions	416,554	1,846,987	(1,430,433)	(77)
General revenues:				
Taxes	11,812,853	11,766,070	46,783	-
Investment income	67,841	32,652	35,189	108
Other	144,224	174,906	(30,682)	(18)
Total Revenues	<u>14,505,691</u>	<u>16,320,363</u>	<u>(1,814,672)</u>	<u>(11)</u>
EXPENSES				
Administration	1,356,576	1,348,689	7,887	1
Finance	345,556	344,655	901	-
Police	4,057,156	3,974,239	82,917	2
Community development	711,969	676,070	35,899	5
Public works	6,045,344	5,830,087	215,257	4
Court	220,957	215,318	5,639	3
Parks	1,204,074	1,136,898	67,176	6
Facilities maintenance	159,464	135,225	24,239	18
Interest and fiscal charges	307,869	341,184	(33,315)	(10)
Total Expenses	<u>14,408,965</u>	<u>14,002,365</u>	<u>406,600</u>	<u>3</u>
CHANGE IN NET POSITION	96,726	2,317,998	(2,221,272)	(96)
NET POSITION, JULY 1	<u>44,684,286</u>	<u>42,366,288</u>	<u>2,317,998</u>	5
NET POSITION, JUNE 30	<u>\$ 44,781,012</u>	<u>44,684,286</u>	<u>96,726</u>	- %

The increase in net position is due to fluctuations as noted in the above schedule. The most significant revenue fluctuation is the capital grants and contributions that depends largely on the large road grants the City is awarded.

The City's net position (the difference between assets, deferred outflows, liabilities, and deferred inflows) is one way to measure the City's financial health and financial position. Over time, increases or decreases in the City's net position are one indicator of whether its financial health is improving or deteriorating. Other nonfinancial indicators such as changes in the City's property tax base, etc. should be considered to assess the overall health of the City.

In 2016/2017, the City's program revenues on a government-wide basis was \$2,480,773, a decrease of \$1,865,962 from 2015/2016 program revenues. This change is mainly the result of decreases in capital grants for road projects and contributions and charges for services related to building permits.

Fund Financial Statements

Another section of the basic financial statements is the fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City uses fund accounting to ensure compliance with finance-related legal requirements. All of the funds of the City are governmental funds.

Governmental Funds

The City's basic services are included in governmental funds. These funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. These fund statements measure current financial resources and uses or in essence, near-term inflows and outflows of expendable resources, as well as balances of expendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

Government Funds Financial Analysis

At the end of the current fiscal year, the City's governmental funds report a combined fund balance of \$8,982,255, with a net decrease in total fund balance of \$215,675 from the previous year. The General Fund was budgeted to decrease \$466,219, but instead decreased \$93,802 largely due to unspent department budgets totaling \$455,640. The decrease in fund balance was largely attributed to a decrease in building permit revenue and an increase in contractual expenditures.

Approximately \$3,650,000 of the total June 30, 2017 combined fund balance represents unassigned fund balance, which is available for spending at the City's discretion. The remainder of fund balance is nonspendable, restricted, committed, or assigned to indicate that it is not available for new spending because it has previously been dedicated: 1) to liquidate existing contracts and purchase orders (\$28,345) and compensated absences (\$327,944), 2) to pay debt service (\$1,118,559), 3) to fund capital projects (\$3,413,575), 4) to fund repairs covered by water line insurance (\$69,053), 5) to fund repairs covered by sewer lateral insurance (\$113,985), and 6) for prepaid items (\$257,295).

General Fund

The General Fund is the primary operating fund of the City. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$3,653,499, while total fund balance was \$4,267,083.

As a measure of the General Fund's liquidity, it may be useful to compare both the unassigned fund balance and total fund balance to total fund expenditures. In fiscal year 2016/2017, unassigned fund balance represents 36.4% of total General Fund expenditures, down slightly from 36.6% during fiscal year 2015/2016.

General Fund Budgetary Highlights

General Fund expenditures were \$10,044,064 or 4.3% under budgeted expenditures of \$10,499,704, primarily due to a decrease in personnel and contractual costs. General Fund revenues were \$10,662,722 or 0.8% below the amount budgeted of \$10,748,318. Sales taxes and court fines were under budget by \$71,260 and \$80,035, respectively due to the current state of the economy as well as new court legislation.

Approximately \$455,000 of expenditure budgets remained unspent at year-end. This kept the General Fund fund balance from decreasing more significantly.

General Fund Budget Variances

The budget was amended during the year to account for actual revenues and for expenditures which were not predictable at budget time and for project cost overruns. Through the amendment process, revenues were increased \$67,791 (0.6%) over the original amount and expenditures and other financing sources (uses) were increased by \$237,453 (2.3%) and \$296,557 (70.9%), respectively, over the original budget.

Other Major Governmental Funds

Changes in fund balance for the other major governmental funds can be described as follows:

- The Debt Service Fund revenue increased \$50,283 and expenditures decreased \$3,350 over 2015/2016. Revenues increased due to an increase in property taxes. The decrease in expenditures is due to the decrease of principal and interest expense. Total Debt Service Fund balance increased by \$73,696 from the prior year.
- The fund balance in the Capital Projects Fund decreased by \$219,518. Revenues decreased approximately \$701,702 in the current year and expenditures decreased \$163,895 due to a decrease in grant receipts and a decrease in capital outlay due to timing of projects completed.

Capital Assets

As of the year ended June 30, 2017, the City has invested, net of accumulated depreciation, \$41,917,928 in a broad range of capital assets including land, construction in progress, buildings, automobiles, furniture, equipment, improvements and infrastructure. The amount represents a net decrease for the current fiscal year (including additions and deductions) of \$1,094,251.

Capital Assets, Net of Depreciation

	June 30	
	2017	2016
Capital assets, net of depreciation:		
Land and construction in progress	\$ 3,768,862	4,878,057
Buildings	5,255,572	5,323,349
Automobiles	479,653	488,991
Furniture and equipment	723,357	771,594
Improvements	1,214,926	945,415
Infrastructure	30,475,558	30,604,773
	<u>\$ 41,917,928</u>	<u>43,012,179</u>

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

Long-term Debt

At the end of the fiscal year, the City had outstanding long-term debt obligations of \$9,350,000 of general obligation bonds. Further information regarding debt may be found in Note E to the financial statements.

Outstanding Long-term Debt General Obligation Bonds

	June 30	
	2017	2016
2014 General Obligation Bonds	\$ 7,835,000	8,450,000
2010A Refunding Bonds	1,515,000	2,095,000
	<u>\$ 9,350,000</u>	<u>10,545,000</u>

Compensated absences, or accrued vacation and compensatory time, decreased \$2,376 or 0.3% over the prior fiscal year. The City maintained approximately the same number of employees from the prior year and gave varied raises based on merit. The City also continued a "Paid Time Off" (PTO) program in lieu of vacation/sick leave. Employees are still able to carry over PTO hours earned during the preceding twelve months at fiscal year-end. Employees also earn long-term sick leave, but accrued long-term sick leave is not payable at termination.

Capital lease obligations outstanding are related to police vehicles.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements may be found on pages 17 - 31 of this report.

Required and Other Supplemental Information

In addition to the basic financial statements and accompanying notes, this report also contains certain required and other supplemental information, which can be found on pages 33 - 46 of this report.

Economic Factors and Next Year's Budgets and Rates

- General Fund tax revenues increased slightly compared to 2016. Sales taxes totaled 47% of the City's General Fund revenues. The General Fund sales tax revenue decreased by 2% in 2017.
- The 2018 budget was prepared with commercial and residential property tax rates of \$0.5764 and \$0.4700 for debt service per \$100 of assessed valuation.

City General Fund revenues decreased overall during fiscal year 2016/2017 and are budgeted to remain consistent during fiscal year 2017/2018. Unreserved fund balance is budgeted to remain consistent during fiscal year 2017/2018.

Requests for Information

This financial report is designed to provide the City's residents and taxpayers with a general overview of the City's finances and to show the City's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Director of Finance
200 Civic Center Drive
Lake Saint Louis, Missouri 63367

CITY OF LAKE SAINT LOUIS, MISSOURI
STATEMENT OF NET POSITION
JUNE 30, 2017

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 9,203,591
Receivables:	
Property taxes	19,289
Sales taxes and other	1,658,678
Intergovernmental	2,423,995
Interest	4,001
Prepaid items	257,295
Net pension asset	891,095
Capital assets:	
Land	3,535,636
Construction in progress	233,226
Other capital assets, net of accumulated depreciation	38,149,066
Total Assets	<u>56,375,872</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred charge on refunding	223,317
Deferred amounts related to pensions	841,528
Total Deferred Outflows Of Resources	<u>1,064,845</u>
LIABILITIES	
Accounts payable	437,434
Accrued liabilities	187,753
Accrued interest	85,321
Funds held in escrow	1,266,480
Unearned revenue	251,360
Noncurrent liabilities:	
Due within one year	1,471,381
Due in more than one year	8,908,454
Total Liabilities	<u>12,608,183</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred amounts related to pensions	<u>51,522</u>
NET POSITION	
Net investment in capital assets	32,481,905
Restricted for:	
Debt service	1,125,833
Capital projects	3,413,575
Water line insurance	69,053
Sewer lateral insurance	113,985
Unrestricted	<u>7,576,661</u>
Total Net Position	<u>\$ 44,781,012</u>

CITY OF LAKE SAINT LOUIS, MISSOURI

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2017

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		Net Revenues	
		Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	
				(Expenses) And Changes In Net Position	
				Governmental Activities	
Governmental Activities					
Administration	\$ 1,356,576	113,049	-	-	(1,243,527)
Finance	345,556	-	-	-	(345,556)
Police	4,057,156	350,843	22,247	-	(3,684,066)
Community development	711,969	346,319	-	-	(365,650)
Public works	6,045,344	-	963,750	322,715	(4,758,879)
Court	220,957	-	-	-	(220,957)
Parks	1,204,074	256,508	11,503	93,839	(842,224)
Facilities maintenance	159,464	-	-	-	(159,464)
Interest and fiscal charges	307,869	-	-	-	(307,869)
Total Governmental Activities	<u>\$ 14,408,965</u>	<u>1,066,719</u>	<u>997,500</u>	<u>416,554</u>	<u>(11,928,192)</u>
General Revenues					
Taxes:					
Property					3,450,628
Sales					6,646,699
Utility					1,507,975
Other					207,551
Investment income					67,841
Other					144,224
Total General Revenues					<u>12,024,918</u>
CHANGE IN NET POSITION					96,726
NET POSITION, JULY 1					<u>44,684,286</u>
NET POSITION, JUNE 30					<u>\$ 44,781,012</u>

CITY OF LAKE SAINT LOUIS, MISSOURI

BALANCE SHEET - GOVERNMENTAL FUNDS

JUNE 30, 2017

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Nonmajor Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and investments	\$ 4,637,267	1,117,211	3,267,397	181,716	9,203,591
Receivables:					
Property taxes	10,667	8,622	-	-	19,289
Sales taxes and other	1,264,850	-	392,434	1,394	1,658,678
Interest	4,001	-	-	-	4,001
Prepaid items	257,295	-	-	-	257,295
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 6,174,080</u>	<u>1,125,833</u>	<u>3,659,831</u>	<u>183,110</u>	<u>11,142,854</u>
LIABILITIES					
Accounts payable	\$ 271,882	-	165,552	-	437,434
Accrued liabilities	187,753	-	-	-	187,753
Funds held in escrow	1,266,480	-	-	-	1,266,480
Unearned revenue	170,584	-	80,704	72	251,360
Total Liabilities	<u>1,896,699</u>	<u>-</u>	<u>246,256</u>	<u>72</u>	<u>2,143,027</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	10,298	7,274	-	-	17,572
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
FUND BALANCES					
Nonspendable:					
Prepaid items	257,295	-	-	-	257,295
Restricted:					
Debt service	-	1,118,559	-	-	1,118,559
Capital projects	-	-	3,413,575	-	3,413,575
Water line insurance	-	-	-	69,053	69,053
Sewer lateral insurance	-	-	-	113,985	113,985
Committed:					
Purchase of supplies, services, and other future expenditures	19,813	-	-	-	19,813
Compensated absences	327,944	-	-	-	327,944
Assigned:					
Purchase of supplies, services, and other future expenditures	8,532	-	-	-	8,532
Unassigned	3,653,499	-	-	-	3,653,499
Total Fund Balances	<u>4,267,083</u>	<u>1,118,559</u>	<u>3,413,575</u>	<u>183,038</u>	<u>8,982,255</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities, Deferred Inflows Of Resources, And Fund Balances	<u>\$ 6,174,080</u>	<u>1,125,833</u>	<u>3,659,831</u>	<u>183,110</u>	<u>11,142,854</u>

CITY OF LAKE SAINT LOUIS, MISSOURI
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
JUNE 30, 2017

Total Fund Balances - Governmental Funds	\$ 8,982,255
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds. The cost of the assets is \$83,577,175 and the accumulated depreciation is \$41,659,247.	41,917,928
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.	17,572
Certain items are not financial resources and, therefore, are not reported in the governmental funds. These consist of:	
Net pension asset	891,095
Deferred outflows related to pensions	841,528
Deferred inflows related to pensions	(51,522)
Payments made through an intergovernmental agreement are expenditures in the governmental funds, but the agreement includes repayment terms that are long-term, therefore, are reported as a receivable in the statement of net position.	2,423,995
Bond premiums are reported in the statement of net position and amortized over the life of the bonds.	(279,107)
Deferred charges on refunding does not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	223,317
Accrued interest on long-term debt does not require the use of current financial resources and, therefore, is not reported as expenditures in the governmental funds.	(85,321)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds:	
Bonds payable	(9,350,000)
Capital leases payable	(30,233)
Compensated absences	(720,495)
Total Net Position Of Governmental Activities	<u>\$ 44,781,012</u>

CITY OF LAKE SAINT LOUIS, MISSOURI
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Nonmajor Funds</u>	<u>Total Governmental Funds</u>
REVENUES					
Taxes	\$ 8,454,848	1,546,005	1,648,677	163,024	11,812,554
Fees, licenses, fines, and permits	689,292	-	-	-	689,292
Intergovernmental	1,044,750	-	-	-	1,044,750
Recreation	256,508	-	-	-	256,508
Grants	30,920	-	322,715	-	353,635
Investment income	35,809	7,441	23,421	1,170	67,841
Other revenues	150,595	-	121,441	-	272,036
Total Revenues	<u>10,662,722</u>	<u>1,553,446</u>	<u>2,116,254</u>	<u>164,194</u>	<u>14,496,616</u>
EXPENDITURES					
Current:					
Administration	1,519,537	-	-	-	1,519,537
Finance	333,365	-	-	-	333,365
Police	3,709,614	-	-	-	3,709,614
Community development	713,932	-	-	-	713,932
Public works	1,942,051	-	-	119,245	2,061,296
Court	214,145	-	-	-	214,145
Parks	957,302	-	-	-	957,302
Facilities maintenance	155,092	-	-	-	155,092
Capital outlay	406,125	-	2,990,447	-	3,396,572
Debt service:					
Principal	89,722	1,195,000	111,546	-	1,396,268
Interest and fiscal charges	3,179	284,750	2,655	-	290,584
Total Expenditures	<u>10,044,064</u>	<u>1,479,750</u>	<u>3,104,648</u>	<u>119,245</u>	<u>14,747,707</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>618,658</u>	<u>73,696</u>	<u>(988,394)</u>	<u>44,949</u>	<u>(251,091)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	93,416	-	841,292	-	934,708
Transfers out	(841,292)	-	(72,416)	(21,000)	(934,708)
Sale of capital assets	26,898	-	-	-	26,898
Insurance proceeds	8,518	-	-	-	8,518
Total Other Financing Sources (Uses)	<u>(712,460)</u>	<u>-</u>	<u>768,876</u>	<u>(21,000)</u>	<u>35,416</u>
NET CHANGES IN FUND BALANCES	(93,802)	73,696	(219,518)	23,949	(215,675)
FUND BALANCES, JULY 1	<u>4,360,885</u>	<u>1,044,863</u>	<u>3,633,093</u>	<u>159,089</u>	<u>9,197,930</u>
FUND BALANCES, JUNE 30	<u>\$ 4,267,083</u>	<u>1,118,559</u>	<u>3,413,575</u>	<u>183,038</u>	<u>8,982,255</u>

CITY OF LAKE SAINT LOUIS, MISSOURI
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2017

Net Change In Fund Balances - Governmental Funds \$ (215,675)

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

Capital outlays are reported in the governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation (\$2,649,658) exceeded capital outlays over the capitalization threshold (\$1,642,462) in the current period. (1,007,196)

The net effect of various other transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position. (87,055)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.
 Increase in unearned revenue - taxes 299

The issuance of long-term debt (i.e., bonds, leases) provides current financial resources to the governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Neither transaction, however, has any effect on net position. Also, the governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items.
 Repayments during the current year:

Principal payments on general obligation bonds	1,195,000
Principal payments on capital leases	201,268
Amortization of bond premium	68,775
Amortization of deferred charges	(31,902)

Payments made through an intergovernmental agreement are expenditures in the governmental funds, but the agreement includes repayment terms that are long-term, therefore, it is a receivable in the statement of net position. 293,884

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.
 Pension expense (336,565)
 Decrease in accrued interest 13,517

In the governmental funds, personnel costs are measured by the amount of financial resources used, which does not include the decrease in accrued compensated absences. These expenses are recorded in the statement of activities. 2,376

Change In Net Position Of Governmental Activities \$ 96,726

CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The **CITY OF LAKE SAINT LOUIS, MISSOURI** (the City) was incorporated in 1975. The City is a fourth class city organized under state statute.

1. Reporting Entity

The financial statements of the City include the financial activities of the City and any component units, entities which are financially accountable to the City. The City does not currently have any component units.

2. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information of the primary government. For the most part, the effect of inter-fund activity has been removed from these statements, however, interfund services provided and used are not eliminated in the process of consolidation.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

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

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

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

CITY OF LAKE SAINT LOUIS, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this rule are payment-in-lieu of taxes and other charges and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

The City reports the following major governmental funds:

General -- This fund is the general operating fund of the City. All general tax revenues and other revenues that are not allocated by law or contractual agreement to another fund are accounted for in this fund. The fund pays the general operating expenditures, the fixed charges and the capital improvement costs that are not paid through other funds.

Debt Service -- This fund accumulates monies for payment of the principal and interest on general obligation debt.

Capital Projects -- This fund accounts for improvements to City parks, streets, storm water basins, and drainage ways.

4. Property Taxes

Property taxes may be levied annually on October 1 and tax bills are mailed to taxpayers in November, at which time they are payable.

All unpaid taxes become delinquent on January 1 of the following year and attach as an enforceable lien on the property at that date. The City levies a tax on the assessed value of commercial real property located within the City.

Property tax revenue is recognized to the extent it is collected within 60 days after year-end in the fund financial statements. Property taxes not collected within 60 days of year-end are deferred for fund financial statements but are recognized as revenue in the government-wide financial statements.

CITY OF LAKE SAINT LOUIS, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Cash and Investments

Cash and investments are considered to be certificates of deposit, demand deposits, cash on hand, deposits in bank money market accounts, and short-term investments. The City’s policy and state law authorize the following types of investments: U.S. Treasury Bills, Federal agency obligations, obligations of governmental sponsored corporations, certificates of deposit, and re-purchase agreements collateralized by government securities.

6. Capital Assets

Capital assets, which include land, construction in progress, buildings, improvements, automobiles, furniture and equipment, and infrastructure are reported in the governmental activities of the government-wide financial statements. Capital assets are charged to expenditures as purchased in the governmental fund statements. Capital assets are recorded at historical cost or estimated historical cost. Donated assets are recorded at estimated acquisition value as of the date of the donation. Capital assets are defined by the City as assets with an initial, individual cost of more than \$1,000 and an estimated useful life greater than one year. Additions or improvements and other capital outlays that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset, are capitalized.

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend the asset’s life are not capitalized.

Depreciation is being computed on the straight-line method, using asset lives as follows:

Asset	Years
Buildings	30
Improvements	10
Automobiles	5
Furniture and equipment	3 - 15
Infrastructure	20 - 50

7. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenses/expenditures when consumed rather than when purchased.

8. Compensated Absences

Effective July 1, 2011, the City initiated a paid time off (PTO) policy that replaces vacation and paid sick leave. Employees earn paid time off annually ranging from 144 hours to 224 hours. PTO is cumulative and the amount earned in the current year can be carried over into the next year. Additional unused time can be carried over in certain cases.

CITY OF LAKE SAINT LOUIS, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. Compensated Absences (Continued)

Employees with sick leave balances earned prior to July 1, 2011 were able to keep the time earned. Employees are not reimbursed for accumulated sick leave upon termination; however, upon full retirement, employees may receive compensation for up to 1,200 hours of accrued sick leave.

Accumulated PTO and sick leave are accrued in the government-wide financial statements. A liability is recorded in the governmental funds financial statements when payment is due. The General Fund has typically been used in prior years to liquidate the liability for compensated absences.

9. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has two items that qualify for reporting in this category in the government-wide statement of net position. The first item is the deferred charge on refunding which results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The second item is deferred outflows related to the pension.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has two items that qualifies for reporting in this category. The first item arises under a modified accrual basis of accounting. Unavailable revenues, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from various sources. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The second item is deferred inflows related to the pension on the government-wide statement of net position.

10. Use of Estimates

The preparation of basic 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 amounts reported in the basic financial statements and the accompanying notes. Actual results could differ from those estimates.

CITY OF LAKE SAINT LOUIS, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

11. Fund Balance Policies

The fund balance amounts are reported in the following applicable categories listed from the most restrictive to the least restrictive:

Nonspendable -- The portion of fund balance that is not in a spendable form or is required to be maintained intact.

Restricted -- The portion of fund balance that is subject to external restrictions and constrained to specific purposes imposed by agreement, through constitutional provisions, or by enabling legislation.

Committed -- The portion of fund balance with constraints or limitations by formal action (ordinance) of the Board of Aldermen, the highest level of decision-making authority.

Assigned -- The portion of fund balance that the City intends to use for a specific purpose as determined by the applicable City officials to which the Board of Aldermen by ordinance have designated authority.

Unassigned -- Amounts that are available for any purpose; these positive amounts are reported only in the General Fund.

It is the goal of the City to achieve and maintain an unassigned fund balance in the General Fund at fiscal year-end of not less than 20% of total General Fund revenues. When both restricted and unrestricted resources are available, the City will spend the most restricted amounts before the least restricted. When the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

12. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the governmental fund types. Since appropriations lapse at year-end, outstanding encumbrances are reappropriated in the subsequent fiscal year's budget to provide for the liquidation of the prior commitments. Encumbrances do not constitute current year expenditures or liabilities. Encumbrances outstanding at year-end were \$28,345 for the General Fund and \$1,052,401 for the Capital Projects Fund.

13. 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)

CITY OF LAKE SAINT LOUIS, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

13. Pensions (Continued)

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 are recognized when due and payable in accordance with the benefit terms. LAGERS' investments are reported at fair value.

NOTE B - CASH

Custodial credit risk for deposits is the risk that in the event of a bank failure, the City's deposits may not be returned or the City will not be able to recover collateral securities in the possession of an outside party. The City's bank deposits are required by state law to be collateralized by the deposit of certain securities in an amount at least equal to the uninsured deposits with the financial institution. The value of the securities must amount to the total of the City's cash not insured by the Federal Deposit Insurance Corporation (FDIC). As of June 30, 2017, the City's bank deposits totaled \$9,734,444. The bank balances were covered by FDIC in the amount of \$250,000 and \$9,484,444 was covered by collateral pledged in the name of the City and held by the pledging bank's trust department or agent.

NOTE C - CAPITAL ASSETS

Capital asset activity was as follows:

CITY OF LAKE SAINT LOUIS, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE C - CAPITAL ASSETS (Continued)

	For The Year Ended June 30, 2017			
	Balance July 1 2016	Increases	Decreases	Balance June 30 2017
Capital assets not being depreciated:				
Land	\$ 3,573,136	-	37,500	3,535,636
Construction in progress	1,304,921	702,738	1,774,433	233,226
Total Capital Assets Not Being Depreciated	<u>4,878,057</u>	<u>702,738</u>	<u>1,811,933</u>	<u>3,768,862</u>
Capital assets being depreciated:				
Buildings	8,081,518	202,089	-	8,283,607
Automobiles	1,195,830	200,674	74,447	1,322,057
Furniture and equipment	2,427,372	144,292	59,677	2,511,987
Improvements	2,175,452	397,084	-	2,572,536
Infrastructure	63,348,109	1,770,017	-	65,118,126
Total Capital Assets Being Depreciated	<u>77,228,281</u>	<u>2,714,156</u>	<u>134,124</u>	<u>79,808,313</u>
Less - Accumulated depreciated for:				
Buildings	2,758,169	269,866	-	3,028,035
Automobiles	706,839	160,458	24,893	842,404
Furniture and equipment	1,655,778	192,529	59,677	1,788,630
Improvements	1,230,037	127,573	-	1,357,610
Infrastructure	32,743,336	1,899,232	-	34,642,568
Total Accumulated Depreciation	<u>39,094,159</u>	<u>2,649,658</u>	<u>84,570</u>	<u>41,659,247</u>
Total Capital Assets Being Depreciated, Net	<u>38,134,122</u>	<u>64,498</u>	<u>49,554</u>	<u>38,149,066</u>
Total Capital Assets, Net	<u>\$ 43,012,179</u>	<u>767,236</u>	<u>1,861,487</u>	<u>41,917,928</u>

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

	For The Year Ended June 30, 2017
Administration	\$ 157,792
Police	98,282
Community development	3,769
Public works	2,168,850
Parks	219,519
Facilities maintenance	<u>1,446</u>
Total	<u>\$ 2,649,658</u>

CITY OF LAKE SAINT LOUIS, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE D - 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 supplemental 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) 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 receive a reduced allowance.

2017 Valuation

Benefit multiplier	1.5% for life, plus 0.5% to age 65
Final average salary	3 years
Member contributions	- %

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, 2017, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	42
Inactive employees entitled to but not yet receiving benefits	59
Active employees	<u>84</u>
Total	<u>185</u>

CITY OF LAKE SAINT LOUIS, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE D - PENSION PLAN (Continued)

Contributions

The City 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 City do not contribute to the pension plan. The City contribution rates are 8.8% (General) and 9.6% (Police) of annual covered payroll.

Net Pension Liability (Asset)

The City's net pension liability (asset) was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of February 28, 2017.

Actuarial Assumptions

The total pension liability in the February 28, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25% wage inflation; 2.50% price inflation
Salary increase	3.25% to 6.55% including wage inflation
Investment rate of return	7.25%, net of investment expenses

The healthy retiree mortality tables for post-retirement mortality were the RP-2014 Healthy Annuitant mortality table for males and females. The disabled retiree mortality tables for post-retirement mortality were the RP-2014 disabled mortality table for males and females. The pre-retirement mortality tables used were the RP-2014 employees' mortality tables for males and females.

Both the post-retirement and pre-retirement tables were adjusted for mortality improvement back to the observation period base year of 2006. The base year for males was then established to be 2017. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to the above described tables.

The actuarial assumptions used in the February 28, 2017 valuation were based on the results of an actuarial experience study for the period March 1, 2010 through February 28, 2015.

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

CITY OF LAKE SAINT LOUIS, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE D - PENSION PLAN (Continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate Of Return</u>
Equity	43.00%	5.29%
Fixed income	26.00	2.93
Real assets	21.00	3.31
Strategic assets	10.00	5.73

Discount Rate

The discount rate used to measure the total pension liability (asset) is 7.25%. 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>Increase (Decrease)</u>		
	<u>Total Pension Liability</u> <u>(a)</u>	<u>Plan Fiduciary Net Position</u> <u>(b)</u>	<u>Net Pension Liability (Asset)</u> <u>(a)-(b)</u>
Balances at June 30, 2016	<u>\$ 13,634,041</u>	<u>13,986,870</u>	<u>(352,829)</u>
Changes for the year			
Service cost	453,468	-	453,468
Interest	996,739	-	996,739
Difference between expected and actual experience	161,065	-	161,065
Contributions - employer	-	423,576	(423,576)
Net investment income	-	1,707,192	(1,707,192)
Benefit payments, including refunds	(221,238)	(221,238)	-
Administrative expense	-	(12,981)	12,981
Other changes	-	31,751	(31,751)
Net Changes	<u>1,390,034</u>	<u>1,928,300</u>	<u>(538,266)</u>
Balances at June 30, 2017	<u>\$ 15,024,075</u>	<u>15,915,170</u>	<u>(891,095)</u>

CITY OF LAKE SAINT LOUIS, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE D - PENSION PLAN (Continued)

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

The following presents the net pension liability (asset) of the City, calculated using the discount rate of 7.25%, as well as what the City's net pension liability (asset) would be using a discount rate that is 1% point lower (6.25%) or 1% point higher (8.25%) than the current rate.

	<u>1% Decrease</u>	<u>Current Single Discount Rate Assumption</u>	<u>1% Increase</u>
Net pension liability (asset)	\$1,595,611	(891,095)	(2,912,903)

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

For the year ended June 30, 2017, the City recognized pension expense of \$760,141. Reported deferred outflows and inflows of resources are related to pensions from the following sources:

	<u>Outflows</u>	<u>Inflows</u>	<u>Net Outflows</u>
Differences in experience	\$ 256,418	(51,522)	204,896
Assumption changes	222,140	-	222,140
Excess (deficit) investment returns	362,970	-	362,970
Total	<u>\$ 841,528</u>	<u>(51,522)</u>	<u>790,006</u>

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

**For The Plan
Years Ending
June 30**

2018	\$ 350,627
2019	359,493
2020	191,058
2021	(113,983)
2022	<u>2,811</u>
Total	<u>\$ 790,006</u>

CITY OF LAKE SAINT LOUIS, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE D - PENSION PLAN (Continued)

Payable to the Pension Plan

At June 30, 2017, the City reported a payable of \$13,394 for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2017.

NOTE E - LONG-TERM LIABILITIES

Long-term debt activity was as follows:

	For The Year Ended June 30, 2017			Balance June 30 2017	Amounts Due Within One Year
	Balance July 1 2016	Additions	Reductions		
	General obligation bonds	\$ 10,545,000	-		
Bond premiums	347,882	-	68,775	279,107	-
Capital leases payable	231,501	-	201,268	30,233	30,233
Compensated absences	722,871	433,214	435,590	720,495	216,148
Total Long-term Debt	<u>\$ 11,847,254</u>	<u>433,214</u>	<u>1,900,633</u>	<u>10,379,835</u>	<u>1,471,381</u>

Compensated absences and capital leases are generally liquidated by the General Fund. Bonds payable are liquidated by the Debt Service Fund.

General Obligation Bonds

The City issued \$7,230,000 in general obligation refunding bonds (Series 2010A) to refund bonds issued in 2001 for street improvements and in 2002 for the construction of the Civic Center and to refund outstanding refunding bonds. The bonds are due in varying amounts through 2021 with interest at 2.25% to 3.5%.

The City issued \$8,655,000 in general obligation refunding bonds (Series 2014) to refund bonds issued in 2006 for street improvements, park improvements, and the construction of a public works facility. The bonds are due in varying amounts through 2024 with interest at 2% to 3%.

Aggregate maturities required on general obligation bonds are as follows:

CITY OF LAKE SAINT LOUIS, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE E - LONG-TERM LIABILITIES (Continued)

For The Years Ending June 30	General Obligation Bonds		
	Principal	Interest	Total
2018	\$ 1,225,000	253,950	1,478,950
2019	1,255,000	224,125	1,479,125
2020	1,295,000	193,475	1,488,475
2021	1,335,000	153,181	1,488,181
2022	1,375,000	111,106	1,486,106
2023 - 2024	2,865,000	106,106	2,971,106
Total	<u>\$ 9,350,000</u>	<u>1,041,943</u>	<u>10,391,943</u>

Capital Leases Payable

	June 30 2017
\$90,719 capital lease for two Ford police utility vehicles and one Ford police sedan and related equipment, due in three annual installments through August 2017, interest payable at 2.65%.	<u>\$ 30,233</u>

The assets acquired through capital leases are as follows:

Assets	June 30 2017
Vehicles	\$ 90,169
Less - Accumulated depreciation	<u>27,599</u>
Total Assets	<u>\$ 62,570</u>

A schedule of future minimum lease payments under the capital lease and the present value of the net minimum lease payments are as follows:

For The Year Ending June 30	
2018	\$ 31,034
Less - Amount representing interest	<u>801</u>
Present Value Of Future Minimum Lease Payments	<u>\$ 30,233</u>

CITY OF LAKE SAINT LOUIS, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE F - COMMITMENTS AND CONTINGENCIES

On December 21, 2009, the City entered into an agreement with The Meadows Transportation Development District (the District) to pledge 0.75% of City sales taxes collected within the District to be used towards repayment of the Districts' Series A bonds. Total payments to the District for the fiscal year ended June 30, 2017 were \$293,884. Upon full repayment of the Series A debt issued by the District, the City will be repaid amounts paid to the District through a debt issuance by the District. Accordingly, intergovernmental receivables presented on the statement of net position as of June 30, 2017 are \$2,423,995, due from the District, which is net of a related allowance of \$239,411.

From time to time, the City is a party to claims and legal actions arising in the ordinary course of its operations. Although the outcome of such matters cannot be forecast with certainty, in the opinion of management, all such matters are adequately covered by insurance, or if not covered, are without merit or involve amounts such that an unfavorable disposition would not have a material effect on the financial statements of the City.

NOTE G - INTERFUND TRANSFERS

Interfund transfers are as follows:

Transfers From	Transfers To	For The Year Ended June 30 2017
General Fund	Capital Projects Fund	\$ 841,292
Capital Projects Fund	General Fund	72,416
Nonmajor Fund	General Fund	21,000
Total		\$ 934,708

Legally authorized transfers are reported when incurred as transfers in by the recipient fund and as transfers out by the disbursing fund. Interfund transfers may be used to: 1) move revenues from the fund that ordinance or budget requires to collect them to the fund that ordinance or budget requires to expend them and 2) use unrestricted revenues collected in the General Fund to finance capital improvements and other funds in accordance with budgetary authorization.

NOTE H - RISK MANAGEMENT

The City is exposed to various risk of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Since the City was unable to obtain general liability insurance at a cost it considered to be economically justifiable, the City joined other political subdivisions organized under the auspices of the St. Louis Area Insurance Trust (SLAIT), a public entity risk pool. The City pays a member assessment to SLAIT for its general insurance coverage. Member assessments collected will be

CITY OF LAKE SAINT LOUIS, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE H - RISK MANAGEMENT (Continued)

retained by SLAIT to pay losses, to purchase necessary excess insurance and insurance services, as well as pay the administrative expenses incurred to provide the “protected” program covering a catastrophe or a series of catastrophes.

Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE I - RESTRICTED NET POSITION

The government-wide statement of net position reports \$4,722,446 of restricted net position and \$3,596,613 which is restricted by enabling legislation.

REQUIRED SUPPLEMENTAL INFORMATION SECTION

CITY OF LAKE SAINT LOUIS, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES				
Taxes:				
Property	\$ 1,893,481	1,893,481	1,904,324	10,843
Sales:				
General	3,347,188	3,347,188	3,297,847	(49,341)
Transportation	1,673,594	1,673,594	1,648,923	(24,671)
Parks	48,500	48,500	51,252	2,752
Utility gross receipts	584,400	584,400	563,000	(21,400)
Franchise	885,000	885,000	944,975	59,975
Cigarette	45,000	45,000	44,527	(473)
Total Taxes	<u>8,477,163</u>	<u>8,477,163</u>	<u>8,454,848</u>	<u>(22,315)</u>
Fees, licenses, fines, and permits:				
Merchant licenses	80,200	80,200	98,759	18,559
Liquor licenses	13,725	13,725	13,900	175
Court fines	300,000	300,000	219,965	(80,035)
Pond assessments	11,637	11,637	11,676	39
Platting, rezoning, and variance fees	9,000	9,000	5,686	(3,314)
Building permits	273,750	273,750	267,514	(6,236)
Plan review fees	7,500	7,500	12,211	4,711
Inspection fees	52,000	52,000	51,117	(883)
Mowing fees	6,000	6,000	3,114	(2,886)
Occupancy permits	3,000	3,000	2,600	(400)
Other permits	9,000	9,000	2,750	(6,250)
Total Fees, Licenses, Fines, And Permits	<u>765,812</u>	<u>765,812</u>	<u>689,292</u>	<u>(76,520)</u>
Intergovernmental:				
Road and bridge rebates	388,033	388,033	377,627	(10,406)
Gas and vehicle rebates	563,000	563,000	586,123	23,123
Dispatching services	81,000	81,000	81,000	-
Total Intergovernmental	<u>1,032,033</u>	<u>1,032,033</u>	<u>1,044,750</u>	<u>12,717</u>
Recreation:				
Baseball/softball registration	85,136	85,136	71,509	(13,627)
Camps and recreation programs	70,371	73,535	79,462	5,927
Tournaments	33,000	33,000	15,036	(17,964)
Adult leagues	13,528	13,528	13,665	137
Concession stand fees	9,000	9,000	9,132	132
Pavilion rentals	9,028	9,028	12,748	3,720
Special events	6,609	6,609	7,224	615
Triathlon	70,567	70,567	47,732	(22,835)
Total Recreation	<u>297,239</u>	<u>300,403</u>	<u>256,508</u>	<u>(43,895)</u>
Grants	<u>-</u>	<u>27,714</u>	<u>30,920</u>	<u>3,206</u>

(Continued)

CITY OF LAKE SAINT LOUIS, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND (Continued)
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES (Continued)				
Investment income	14,000	14,000	35,809	21,809
Other revenues:				
Alcohol/drug cost reimbursement	-	33,115	35,215	2,100
Alarm fees	800	800	4,600	3,800
Insurance reports	1,851	1,851	2,747	896
Cuivre River capital credits	-	-	905	905
Land lease income	83,341	83,341	89,628	6,287
Miscellaneous	8,288	12,086	17,500	5,414
Total Other Revenues	<u>94,280</u>	<u>131,193</u>	<u>150,595</u>	<u>19,402</u>
Total Revenues	<u>10,680,527</u>	<u>10,748,318</u>	<u>10,662,722</u>	<u>(85,596)</u>
EXPENDITURES				
Administration:				
Current:				
Personnel	860,943	703,545	669,444	(34,101)
Commodities	44,050	44,050	42,307	(1,743)
Contractual	865,473	898,045	803,937	(94,108)
Maintenance	1,300	1,300	645	(655)
Miscellaneous	12,820	12,820	3,204	(9,616)
Capital outlay	21,900	23,900	23,721	(179)
Total Administration	<u>1,806,486</u>	<u>1,683,660</u>	<u>1,543,258</u>	<u>(140,402)</u>
Finance:				
Current:				
Personnel	253,074	259,040	277,342	18,302
Commodities	8,300	8,729	7,460	(1,269)
Contractual	47,720	47,270	46,711	(559)
Maintenance	2,100	2,100	1,852	(248)
Total Finance	<u>311,194</u>	<u>317,139</u>	<u>333,365</u>	<u>16,226</u>
Police:				
Current:				
Personnel	3,334,258	3,428,877	3,438,374	9,497
Commodities	142,795	144,702	109,730	(34,972)
Contractual	95,939	115,075	110,337	(4,738)
Maintenance	58,280	57,697	46,111	(11,586)
Miscellaneous	5,093	5,093	5,062	(31)
Capital outlay	152,300	235,983	219,144	(16,839)

(Continued)

CITY OF LAKE SAINT LOUIS, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND (Continued)
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
EXPENDITURES (Continued)				
Police (Continued):				
Debt service:				
Principal	51,985	51,985	51,985	-
Interest	2,179	2,179	2,179	-
Total Police	<u>3,842,829</u>	<u>4,041,591</u>	<u>3,982,922</u>	<u>(58,669)</u>
Community development:				
Current:				
Personnel	618,944	634,296	591,609	(42,687)
Commodities	29,795	31,140	21,329	(9,811)
Contractual	52,000	109,416	100,140	(9,276)
Maintenance	2,800	2,481	854	(1,627)
Capital outlay	21,377	24,280	22,988	(1,292)
Total Community Development	<u>724,916</u>	<u>801,613</u>	<u>736,920</u>	<u>(64,693)</u>
Public works:				
Current:				
Personnel	1,287,425	1,322,169	1,266,278	(55,891)
Commodities	557,340	541,240	471,220	(70,020)
Contractual	137,450	162,486	177,307	14,821
Maintenance	37,500	39,700	26,725	(12,975)
Miscellaneous	750	750	521	(229)
Capital outlay	123,000	123,000	119,338	(3,662)
Debt service:				
Principal	37,737	37,737	37,737	-
Interest	1,000	1,000	1,000	-
Total Public Works	<u>2,182,202</u>	<u>2,228,082</u>	<u>2,100,126</u>	<u>(127,956)</u>
Court:				
Current:				
Personnel	164,369	168,289	168,799	510
Commodities	4,700	4,700	4,046	(654)
Contractual	42,800	42,800	41,300	(1,500)
Total Court	<u>211,869</u>	<u>215,789</u>	<u>214,145</u>	<u>(1,644)</u>
Parks:				
Current:				
Personnel	602,618	607,430	608,389	959
Commodities	134,997	133,526	115,878	(17,648)
Contractual	65,285	82,085	77,188	(4,897)

(Continued)

CITY OF LAKE SAINT LOUIS, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND (Continued)
FOR THE YEAR ENDED JUNE 30, 2017

	Original Budget	Final Budget	Actual	Over (Under) Budget
EXPENDITURES (Continued)				
Parks (Continued):				
Park programs	158,031	161,836	121,185	(40,651)
Maintenance	36,123	39,566	34,662	(4,904)
Capital outlay	21,900	21,900	20,934	(966)
Total Parks	1,018,954	1,046,343	978,236	(68,107)
Facilities maintenance:				
Current:				
Personnel	64,081	65,767	64,759	(1,008)
Commodities	48,460	48,460	42,953	(5,507)
Contractual	25,410	25,410	18,359	(7,051)
Maintenance	25,850	25,850	29,021	3,171
Total Facilities Maintenance	163,801	165,487	155,092	(10,395)
Total Expenditures	10,262,251	10,499,704	10,044,064	(455,640)
REVENUES OVER EXPENDITURES	418,276	248,614	618,658	370,044
OTHER FINANCING SOURCES (USES)				
Transfers in	-	93,416	93,416	-
Transfers out	(447,876)	(841,292)	(841,292)	-
Sale of capital assets	29,600	29,600	26,898	(2,702)
Insurance proceeds	-	3,443	8,518	5,075
Total Other Financing Sources (Uses)	(418,276)	(714,833)	(712,460)	2,373
NET CHANGE IN FUND BALANCE	\$ -	(466,219)	(93,802)	372,417
FUND BALANCE, JULY 1			4,360,885	
FUND BALANCE, JUNE 30			\$ 4,267,083	

**CITY OF LAKE SAINT LOUIS, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - NOTES TO
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGE IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017**

Budgetary Data

The City follows these procedures in establishing the budgetary data:

- a. In February of each year, the City Administrator and Finance Director will collect the data necessary and make preliminary revenue estimates for the coming fiscal year. He/she will estimate the expenditures for the present year and note expenditures and revenues for the previous two fiscal years. He/she will request from each City Officer a statement of expenditures requested for the coming fiscal year.
- b. In March of each year, the City Administrator and Finance Director will review the departmental requests and make his/her final revenue estimates for the coming fiscal year and will confer with department heads to discuss these requests.
- c. In April of each year, the City Administrator and Finance Director will begin assembling the City budget.
- d. Public meetings are held to obtain taxpayer comments.
- e. Prior to July 1, the budget is adopted by the Board of Aldermen.
- f. Subsequent to its formal approval of the budget, the Board of Aldermen has the authority to make necessary adjustments to the budget by formal vote of the Board.
- g. The City's legal level of budgetary control is at the fund level.
- h. Budgets are adopted on a basis generally consistent with accounting principles generally accepted in the United States of America. Appropriations lapse at year-end unless an encumbrance request is made.

For the year ended June 30, 2017, the Capital Project Fund expenditures exceeded budget by \$178,822. This amount was covered by available fund balance. The General Fund Finance Department expenditures exceeded budget by \$16,226. These amounts that were over budget was due to retirement and sick leave payouts that have already been committed by the Board for compensated absences.

CITY OF LAKE SAINT LOUIS, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF CHANGES
IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
FOR THE YEARS ENDED JUNE 30

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability			
Service cost	\$ 453,468	438,211	423,122
Interest on the total pension liability	996,739	880,181	807,412
Difference between expected and actual experience	161,065	109,601	6,322
Changes of assumptions	-	388,626	-
Benefit payments, including refunds	<u>(221,238)</u>	<u>(211,761)</u>	<u>(268,380)</u>
Net Change In Total Pension Liability	1,390,034	1,604,858	968,476
Total Pension Liability Beginning	<u>13,634,041</u>	<u>12,029,183</u>	<u>11,060,707</u>
Total Pension Liability Ending (a)	<u>\$ 15,024,075</u>	<u>13,634,041</u>	<u>12,029,183</u>
Plan Fiduciary Net Position			
Contributions - employer	\$ 423,576	473,656	511,110
Net investment income	1,707,192	(41,750)	255,740
Benefit payments, including refunds	(221,238)	(211,761)	(268,380)
Administrative expense	(12,981)	(12,706)	(13,795)
Other changes	<u>31,751</u>	<u>(44,811)</u>	<u>501,561</u>
Net Change In Plan Fiduciary Net Position	1,928,300	162,628	986,236
Plan Fiduciary Net Position Beginning	<u>13,986,870</u>	<u>13,824,242</u>	<u>12,838,006</u>
Plan Fiduciary Net Position Ending (b)	<u>\$ 15,915,170</u>	<u>13,986,870</u>	<u>13,824,242</u>
Net Pension Liability (Asset) Ending (a)-(b)	<u>\$ (891,095)</u>	<u>(352,829)</u>	<u>(1,795,059)</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	105.93 %	102.59	114.92
Covered Employee Payroll (for February 28/29 Valuation)	\$ 4,508,138	4,476,675	4,139,927
Net Pension Liability (Asset) as a Percentage of Covered Employee Payroll	(19.77) %	(7.88)	(43.36)

Notes:

Information is not available for fiscal years prior to 2015.

CITY OF LAKE SAINT LOUIS, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF PENSION CONTRIBUTIONS
LAST TEN FISCAL YEARS

	For The Years Ending June 30									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Actuarially determined pension contribution	\$ 423,335	473,656	511,110	544,582	558,159	553,273	554,657	453,616	454,235	430,390
Contributions in relation to the actuarially determined contribution	423,335	473,656	511,110	544,582	556,564	545,195	510,788	453,617	454,121	430,389
Contribution Deficiency (Excess)	\$ -	-	-	-	1,595	8,078	43,869	(1)	114	1
Covered Employee Payroll	\$ 4,633,069	4,582,777	4,145,798	4,165,700	4,040,044	4,092,735	4,066,454	3,921,019	3,875,910	3,550,075
Contributions as a Percentage of Covered Employee Payroll	9.14 %	10.34	12.33	13.07	13.78	13.32	12.56	11.57	11.72	12.12

Notes to schedule:

Valuation date:

Actuarially determined contribution rates are calculated as of February 28/29 prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method
 Amortization method

Entry age normal and modified terminal funding
 A level percentage of payroll amortization method is used to amortize the UAAL over a closed period of years. If the UAAL (excluding the UAAL associated with benefit changes) is negative, then this amount is amortized over the greater of (i) the remaining initial amortization period or (ii) 15 years.

Remaining amortization period
 Asset valuation method
 Inflation
 Salary increases
 Investment rate of return
 Retirement age
 Mortality

Multiple bases from 14 to 15 years
 5 years smoothed market; 20% corridor
 3.25% wage inflation; 2.5% price inflation
 3.25% to 6.55%; includes wage inflation
 7.25%, net of investment expenses
 Experience-based table of rates that are specific to the type of eligibility condition
 The healthy retiree mortality tables for post-retirement mortality were the RP-2014 Healthy Annuitant mortality table for males and females. The disabled retiree mortality tables for post-retirement mortality were the RP-2014 disabled mortality table for males and females. The pre-retirement mortality tables used were the RP-2014 employees' mortality tables for males and females. Both the post-retirement and pre-retirement tables were adjusted for mortality improvement back to the observation period base year of 2006. The base year for males was then established to be 2017. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to the above described tables.

Other information:

There were no benefit changes during the year.

OTHER SUPPLEMENTAL INFORMATION SECTION

CITY OF LAKE SAINT LOUIS, MISSOURI
OTHER SUPPLEMENTAL INFORMATION -
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2017

	Special Revenue Funds		
	Water Line Insurance	Sewer Lateral Insurance	Total
ASSETS			
Cash and investments	\$ 68,996	112,720	181,716
Receivables:			
Sales taxes and other	129	1,265	1,394
Total Assets	\$ 69,125	113,985	183,110
 LIABILITIES			
Unearned revenue	\$ 72	-	72
 FUND BALANCES			
Restricted:			
Water line insurance	69,053	-	69,053
Sewer lateral insurance	-	113,985	113,985
Total Fund Balances	69,053	113,985	183,038
Total Liabilities And Fund Balances	\$ 69,125	113,985	183,110

CITY OF LAKE SAINT LOUIS, MISSOURI
OTHER SUPPLEMENTAL INFORMATION -
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Special Revenue Funds</u>		<u>Total</u>
	<u>Water Line Insurance</u>	<u>Sewer Lateral Insurance</u>	
REVENUES			
Taxes	\$ 15,324	147,700	163,024
Investment income	437	733	1,170
Total Revenues	<u>15,761</u>	<u>148,433</u>	<u>164,194</u>
EXPENDITURES			
Current:			
Public works	<u>13,252</u>	<u>105,993</u>	<u>119,245</u>
REVENUES OVER EXPENDITURES	2,509	42,440	44,949
OTHER FINANCING USES			
Transfers out	<u>(6,500)</u>	<u>(14,500)</u>	<u>(21,000)</u>
NET CHANGES IN FUND BALANCES	(3,991)	27,940	23,949
FUND BALANCES, JULY 1	<u>73,044</u>	<u>86,045</u>	<u>159,089</u>
FUND BALANCES, JUNE 30	<u><u>\$ 69,053</u></u>	<u><u>113,985</u></u>	<u><u>183,038</u></u>

CITY OF LAKE SAINT LOUIS, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Original And Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES			
Property tax	\$ 1,540,289	1,546,005	5,716
Investment income	2,000	7,441	5,441
Total Revenues	<u>1,542,289</u>	<u>1,553,446</u>	<u>11,157</u>
EXPENDITURES			
Debt service:			
Principal	1,195,000	1,195,000	-
Interest and fiscal charges	285,400	284,750	(650)
Total Expenditures	<u>1,480,400</u>	<u>1,479,750</u>	<u>(650)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 61,889</u>	73,696	<u>11,807</u>
FUND BALANCE, JULY 1		<u>1,044,863</u>	
FUND BALANCE, JUNE 30		<u>\$ 1,118,559</u>	

CITY OF LAKE SAINT LOUIS, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2017

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Grants	\$ 325,020	598,037	322,715	(275,322)
Special sales tax	1,551,730	1,551,730	1,648,677	96,947
Investment income	4,500	4,500	23,421	18,921
Other revenues	20,736	98,580	121,441	22,861
Total Revenues	1,901,986	2,252,847	2,116,254	(136,593)
EXPENDITURES				
Capital outlay	2,915,379	2,811,625	2,990,447	178,822
Debt service				
Principal	111,546	111,546	111,546	-
Interest	2,655	2,655	2,655	-
Total Expenditures	3,029,580	2,925,826	3,104,648	178,822
REVENUES UNDER EXPENDITURES	(1,127,594)	(672,979)	(988,394)	(315,415)
OTHER FINANCING SOURCES (USES)				
Transfers in	468,876	841,292	841,292	-
Transfers out	-	(72,416)	(72,416)	-
Total Other Financing Sources (Uses)	468,876	768,876	768,876	-
NET CHANGE IN FUND BALANCE	\$ (658,718)	95,897	(219,518)	(315,415)
FUND BALANCE, JULY 1			3,633,093	
FUND BALANCE, JUNE 30			\$ 3,413,575	

CITY OF LAKE SAINT LOUIS, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - WATER LINE INSURANCE FUND
FOR THE YEAR ENDED JUNE 30, 2017

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Taxes	\$ 15,000	15,000	15,324	324
Investment income	150	150	437	287
Total Revenues	15,150	15,150	15,761	611
EXPENDITURES				
Project expenditures	15,300	18,300	13,252	(5,048)
REVENUES OVER (UNDER) EXPENDI- TURES				
	(150)	(3,150)	2,509	5,659
OTHER FINANCING USES				
Transfers out	(6,500)	(6,500)	(6,500)	-
NET CHANGE IN FUND BALANCE				
	\$ (6,650)	(9,650)	(3,991)	5,659
FUND BALANCE, JULY 1			73,044	
FUND BALANCE, JUNE 30			\$ 69,053	

CITY OF LAKE SAINT LOUIS, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - SEWER LATERAL INSURANCE FUND
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Original And Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES			
Taxes	\$ 146,700	147,700	1,000
Investment income	150	733	583
Total Revenues	<u>146,850</u>	<u>148,433</u>	<u>1,583</u>
EXPENDITURES			
Project expenditures	<u>146,700</u>	<u>105,993</u>	<u>(40,707)</u>
REVENUES OVER EXPENDITURES	150	42,440	42,290
OTHER FINANCING USES			
Transfers out	<u>(14,500)</u>	<u>(14,500)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ (14,350)</u></u>	27,940	<u><u>42,290</u></u>
FUND BALANCE, JULY 1		<u>86,045</u>	
FUND BALANCE, JUNE 30		<u><u>\$ 113,985</u></u>	

SECTION III - STATISTICAL SECTION

CITY OF LAKE SAINT LOUIS, MISSOURI
STATISTICAL SECTION

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

Contents	Page
Financial Trends	
These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time.	49 - 53
Revenue Capacity	
These schedules contain information to help the reader assess the City’s local revenue sources. Given the limited number of businesses, it would not be possible to break out sales tax information on industries because of the confidentiality of individual businesses.	54 - 59
Debt Capacity	
These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future. Since the City has not had any long-term debt, these schedules are generally not applicable.	60 - 62
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place.	63 - 64
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs.	65 - 70

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

CITY OF LAKE SAINT LOUIS, MISSOURI
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

	June 30									
	<u>2017</u>	<u>2016</u>	<u>2015**</u>	<u>2014</u>	<u>2013</u>	<u>2012*</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Governmental Activities										
Net investment in capital assets	\$ 32,481,905	32,143,015	30,562,751	30,712,404	29,598,571	30,537,444	31,007,732	32,475,718	31,050,692	28,647,770
Restricted:										
Debt service	1,125,833	1,052,574	1,030,844	1,044,054	1,130,950	1,233,324	1,207,634	1,165,192	1,195,397	1,141,625
Capital projects	3,413,575	3,633,093	3,195,784	3,232,615	2,693,700	1,573,811	1,267,820	662,737	401,561	289,115
Water line insurance	69,053	73,044	70,291	73,564	56,032	-	-	-	-	-
Sewer lateral insurance	113,985	86,045	-	-	-	-	-	-	-	-
Unrestricted	<u>7,576,661</u>	<u>7,696,515</u>	<u>7,506,618</u>	<u>3,961,081</u>	<u>2,120,420</u>	<u>2,065,977</u>	<u>1,405,552</u>	<u>1,248,074</u>	<u>4,627,213</u>	<u>1,785,913</u>
Total Governmental Activities, Net Position	<u>\$ 44,781,012</u>	<u>44,684,286</u>	<u>42,366,288</u>	<u>39,023,718</u>	<u>35,599,673</u>	<u>35,410,556</u>	<u>34,888,738</u>	<u>35,551,721</u>	<u>37,274,863</u>	<u>31,864,423</u>

*2012 amount was restated for implementation of GASB Statement Nos. 63 and 65.

**GASB 68 implemented in fiscal year ending 2015.

CITY OF LAKE SAINT LOUIS, MISSOURI
CHANGE IN NET POSITION
LAST TEN FISCAL YEARS

	For The Years Ended June 30									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
EXPENSES										
Governmental activities:										
Administration	\$ 1,356,576	1,348,689	1,208,475	1,342,062	1,314,230	1,363,949	1,246,512	1,104,574	1,009,151	790,255
Finance	345,556	344,655	305,219	313,157	304,769	308,080	307,812	320,512	345,298	382,986
Police	4,057,156	3,974,239	3,097,853	3,305,910	3,254,259	3,237,248	3,160,349	3,284,106	3,230,490	3,086,519
Community development	711,969	676,070	570,291	589,679	584,168	585,207	579,470	673,291	707,133	717,368
Public works	6,045,344	5,830,087	5,195,070	3,238,425	4,181,851	3,142,102	4,202,316	4,524,836	4,030,616	3,537,277
Court	220,957	215,318	195,748	201,558	197,526	204,619	203,325	232,398	241,547	227,838
Parks	1,204,074	1,136,898	1,023,809	1,077,325	1,073,164	1,136,701	1,080,564	1,154,401	1,159,932	1,079,928
Facilities maintenance	159,464	135,225	133,103	147,105	134,630	147,616	141,891	141,402	132,248	122,743
Interest and fiscal charges	307,869	341,184	360,294	508,272	511,602	532,713	552,442	724,907	718,829	733,199
Total Expenses	<u>14,408,965</u>	<u>14,002,365</u>	<u>12,089,862</u>	<u>10,723,493</u>	<u>11,556,199</u>	<u>10,658,235</u>	<u>11,474,681</u>	<u>12,160,427</u>	<u>11,575,244</u>	<u>10,678,113</u>
PROGRAM REVENUES										
Governmental activities:										
Charges for services:										
Administration	113,049	241,316	216,806	121,377	185,137	175,794	132,915	123,991	127,143	98,671
Police	350,843	391,754	502,173	536,295	460,758	455,686	533,109	481,162	572,264	518,818
Community development	346,319	609,428	256,882	220,471	109,163	109,385	73,579	176,221	158,019	362,516
Parks	256,508	257,528	301,110	299,352	295,245	296,681	267,352	211,760	284,833	285,806
Operating grants and contributions	997,500	999,722	995,857	927,385	925,654	875,812	761,202	814,746	784,916	821,444
Capital grants and contributions	416,554	1,846,987	180,441	1,941,997	437,124	215,435	282,054	339,494	7,007,387	7,456,979
Total Program Revenues	<u>2,480,773</u>	<u>4,346,735</u>	<u>2,453,269</u>	<u>4,046,877</u>	<u>2,413,081</u>	<u>2,128,793</u>	<u>2,050,211</u>	<u>2,147,374</u>	<u>8,934,562</u>	<u>9,544,234</u>
NET REVENUES (EXPENSES)	<u>(11,928,192)</u>	<u>(9,655,630)</u>	<u>(9,636,593)</u>	<u>(6,676,616)</u>	<u>(9,143,118)</u>	<u>(8,529,442)</u>	<u>(9,424,470)</u>	<u>(10,013,053)</u>	<u>(2,640,682)</u>	<u>(1,133,879)</u>
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental activities:										
Taxes:										
Property taxes, levied for general purpose	1,905,060	1,846,011	1,801,977	1,784,434	1,855,108	1,842,808	1,906,217	1,878,159	1,887,561	1,813,485
Property taxes, levied for debt service	1,545,568	1,501,683	1,420,849	1,401,220	1,315,958	1,304,287	1,278,958	1,241,966	1,273,182	1,217,264
Sales	6,646,699	6,750,278	6,073,292	5,006,285	4,136,754	3,995,371	3,748,541	3,352,915	3,209,494	2,857,632
Utility	1,507,975	1,462,665	1,562,673	1,579,053	1,491,508	1,517,674	1,593,486	1,523,657	1,442,154	1,724,077
Other	207,551	205,433	60,145	76,080	107,374	54,385	45,444	41,091	39,021	36,758
Investment income	67,841	32,652	108,173	74,891	72,234	44,535	24,722	21,626	79,127	482,125
Gain on disposal of capital assets	-	21,986	-	-	22,588	-	-	20,621	-	1,950
Other revenues	144,224	152,920	168,795	178,698	205,478	292,200	164,120	209,876	120,583	18,013
Total General Revenues And Other Changes										
In Net Position	<u>12,024,918</u>	<u>11,973,628</u>	<u>11,195,904</u>	<u>10,100,661</u>	<u>9,207,002</u>	<u>9,051,260</u>	<u>8,761,488</u>	<u>8,289,911</u>	<u>8,051,122</u>	<u>8,151,304</u>
CHANGE IN NET POSITION	<u>\$ 96,726</u>	<u>2,317,998</u>	<u>1,559,311</u>	<u>3,424,045</u>	<u>63,884</u>	<u>521,818</u>	<u>(662,982)</u>	<u>(1,723,142)</u>	<u>5,410,440</u>	<u>7,017,425</u>

CITY OF LAKE SAINT LOUIS, MISSOURI
PROGRAM REVENUES BY FUNCTIONS/PROGRAMS
LAST TEN FISCAL YEARS

FUNCTIONS/PROGRAMS	June 30									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Governmental activities:										
General government and finance	\$ 113,049	241,316	216,806	121,377	185,137	175,794	132,915	123,991	127,143	103,721
Police	373,090	420,171	551,559	566,175	476,773	503,981	543,256	499,257	586,339	573,476
Community development	346,319	609,428	256,882	220,471	109,163	109,385	73,579	176,221	158,019	362,516
Public works	1,286,465	2,777,252	1,125,662	2,839,502	1,346,763	1,042,952	1,033,109	1,094,555	3,792,595	796,927
Parks	361,850	298,568	302,360	299,352	295,245	296,681	267,352	253,350	284,833	350,684
 Total Governmental Activities	 \$ 2,480,773	 4,346,735	 2,453,269	 4,046,877	 2,413,081	 2,128,793	 2,050,211	 2,147,374	 4,948,929	 2,187,324

CITY OF LAKE SAINT LOUIS, MISSOURI
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	June 30									
	2017	2016	2015	2014	2013	2012	2011*	2010	2009	2008
General Fund										
Reserved	\$ -	-	-	-	-	-	-	194,476	586,692	655,799
Unreserved	-	-	-	-	-	-	-	1,785,811	1,512,660	1,698,948
Nonspendable - prepaid items	257,295	233,527	134,078	234,556	322,850	248,627	225,471	-	-	-
Committed:										
Purchases	19,813	122,115	87,588	42,788	74,960	-	-	-	-	-
Compensated absences	327,944	351,838	383,810	300,833	205,437	109,960	50,000	-	-	-
Assigned:										
Purchases	8,532	40,860	95,664	5,355	44,347	88,130	170,896	-	-	-
Unassigned	3,653,499	3,612,545	3,130,555	2,572,858	1,999,967	1,578,594	1,479,838	-	-	-
Total General Fund	\$ 4,267,083	4,360,885	3,831,695	3,156,390	2,647,561	2,025,311	1,926,205	1,980,287	2,099,352	2,354,747
All Other Governmental Funds										
Reserved	\$ -	-	-	-	-	-	-	3,557,537	4,725,350	7,182,623
Nonspendable - prepaid items	-	-	-	-	7,960	-	-	-	-	-
Restricted:										
Debt service	1,118,559	1,044,863	1,024,800	1,032,118	1,118,104	1,222,109	1,196,654	-	-	-
Capital projects	3,413,575	3,633,093	3,462,911	3,232,615	2,685,740	2,625,969	2,402,231	-	-	-
Water line insurance	69,053	73,044	70,210	73,564	56,032	-	-	-	-	-
Sewer lateral insurance	113,985	86,045	-	-	-	-	-	-	-	-
Total All Other Governmental Funds	\$ 4,715,172	4,837,045	4,557,921	4,338,297	3,867,836	3,848,078	3,598,885	3,557,537	4,725,350	7,182,623

*GASB 54 was implemented in fiscal year ending 2011.

CITY OF LAKE SAINT LOUIS, MISSOURI
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	For The Years Ended June 30									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
REVENUES										
Taxes	\$ 11,812,554	11,762,864	10,933,770	9,849,266	8,903,184	8,715,798	8,571,927	8,033,912	7,864,179	7,633,517
Fees, licenses, fines, and permits	689,292	1,161,498	894,861	803,143	680,058	703,365	652,103	731,374	807,426	863,624
Intergovernmental	1,044,750	1,052,305	1,027,471	972,505	984,639	865,017	838,555	846,651	820,841	829,986
Recreation	256,508	257,528	301,110	299,352	295,245	296,681	267,352	211,760	284,833	285,806
Grants	353,635	1,119,868	228,577	1,971,877	453,139	263,730	130,721	298,583	3,035,829	89,274
Investment income	67,841	32,652	17,764	14,526	21,485	15,872	18,659	21,626	79,127	482,125
Other revenues	272,036	167,692	165,010	156,950	168,489	188,859	141,904	122,119	102,468	129,724
Total Revenues	<u>14,496,616</u>	<u>15,554,407</u>	<u>13,568,563</u>	<u>14,067,619</u>	<u>11,506,239</u>	<u>11,049,322</u>	<u>10,621,221</u>	<u>10,266,025</u>	<u>12,994,703</u>	<u>10,314,056</u>
EXPENDITURES										
Administration	1,519,537	1,525,096	1,480,196	1,496,968	1,514,038	1,475,581	1,374,553	902,095	807,891	620,744
Finance	333,365	369,065	324,993	311,167	301,045	300,261	304,037	315,855	334,768	374,065
Police	3,709,614	3,624,288	3,326,111	3,233,041	3,142,539	3,111,142	2,973,325	3,071,054	2,964,311	2,890,299
Community development	736,920	645,897	614,986	574,091	565,250	564,760	546,192	655,505	713,800	709,913
Public works	2,061,296	1,951,761	1,825,271	1,763,533	1,644,084	1,553,651	1,613,298	1,551,481	1,582,684	1,488,797
Court	214,145	209,682	206,056	199,466	196,514	201,079	202,728	236,234	233,213	218,066
Parks	957,302	904,176	894,291	886,061	890,435	938,349	874,009	943,251	947,346	929,784
Facilities maintenance	155,092	132,586	134,898	146,000	132,326	134,954	141,214	140,176	130,531	-
Capital outlay	3,373,584	3,859,908	2,681,143	2,984,491	1,479,459	1,268,070	1,324,241	2,540,179	6,871,706	3,346,675
Debt service:										
Principal	1,396,268	1,443,589	1,385,075	1,160,130	1,050,393	868,827	928,686	774,204	662,137	544,711
Interest and fiscal charges	290,584	320,935	303,160	495,326	518,286	536,862	564,934	692,365	715,780	734,596
Bond issue costs	-	-	-	95,285	-	-	-	87,495	-	-
Total Expenditures	<u>14,747,707</u>	<u>14,986,983</u>	<u>13,176,180</u>	<u>13,345,559</u>	<u>11,434,369</u>	<u>10,953,536</u>	<u>10,847,217</u>	<u>11,909,894</u>	<u>15,964,167</u>	<u>11,857,650</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(251,091)</u>	<u>567,424</u>	<u>392,383</u>	<u>722,060</u>	<u>71,870</u>	<u>95,786</u>	<u>(225,996)</u>	<u>(1,643,869)</u>	<u>(2,969,464)</u>	<u>(1,543,594)</u>
OTHER FINANCING SOURCES (USES)										
Proceeds from borrowing	-	-	-	-	-	-	-	-	-	-
Refunding bonds issued	-	-	-	8,655,000	-	-	-	7,230,000	-	-
Premium on refunding bonds issued	-	-	-	400,913	-	-	-	127,494	-	-
Sale of capital assets	26,898	47,429	16,034	37,658	36,176	65,784	35,437	21,764	24,238	3,205
Payment to refunded bond escrow agent	-	-	-	(8,956,557)	-	-	-	(7,269,999)	-	-
Insurance proceeds	8,518	26,268	3,785	21,637	23,489	103,341	22,216	2,350	21,302	5,415
Capital leases	-	167,193	482,727	98,579	231,655	83,388	155,609	245,382	211,256	48,506
Transfers in	934,708	921,103	697,540	683,189	695,069	800,000	956,200	745,416	-	1,094,257
Transfers out	(934,708)	(921,103)	(697,540)	(683,189)	(695,069)	(800,000)	(956,200)	(745,416)	-	(1,094,257)
Total Other Financing Sources (Uses)	<u>35,416</u>	<u>240,890</u>	<u>502,546</u>	<u>257,230</u>	<u>291,320</u>	<u>252,513</u>	<u>213,262</u>	<u>356,991</u>	<u>256,796</u>	<u>57,126</u>
NET CHANGES IN FUND BALANCES	<u>\$ (215,675)</u>	<u>808,314</u>	<u>894,929</u>	<u>979,290</u>	<u>363,190</u>	<u>348,299</u>	<u>(12,734)</u>	<u>(1,286,878)</u>	<u>(2,712,668)</u>	<u>(1,486,468)</u>
Debt service as a percentage of noncapital expenditures	12.9 %	13.8	14.1	16.9	15.1	13.6	14.6	14.2	16.1	16.1

CITY OF LAKE SAINT LOUIS, MISSOURI
ASSESSED AND ACTUAL VALUE OF TAXABLE REAL PROPERTY (1)
LAST TEN FISCAL YEARS

For The Fiscal Years Ended June 30	Residential Real Property	Commercial Real Property	Agricultural Property	Total Assessed Value	Direct Tax Rate	Estimated Actual Value	Assessed Value As A Percentage Of Actual Value
2017	\$ 263,144,469	\$ 65,850,141	\$ 712,946	\$ 329,707,556	\$ 1.0464	\$ 1,596,693,797	20.649 %
2016	255,232,503	63,354,882	715,715	319,303,100	1.0464	1,547,277,261	20.636
2015	236,240,169	65,164,080	770,173	302,174,422	1.0651	1,453,425,169	20.791
2014	233,041,704	65,116,667	765,723	298,924,094	1.0651	1,436,405,894	20.811
2013	243,030,306	67,414,061	794,426	311,238,793	1.0168	1,496,396,031	20.799
2012	241,864,033	66,839,099	768,400	309,471,532	1.0168	1,488,244,112	20.794
2011	252,570,290	66,246,450	843,200	319,659,940	0.9945	1,543,364,139	20.712
2010	249,339,200	64,474,350	815,840	314,629,390	0.9945	1,520,592,589	20.691
2009	263,361,290	57,640,544	913,920	321,915,754	0.9945	1,573,854,753	20.454
2008	255,309,110	51,576,960	802,940	307,689,010	0.9945	1,511,601,325	20.355

Note: St. Charles County assesses property at approximately 19% of actual value for residential, 32% for commercial, and 12% for agricultural.

(1) Source: St. Charles County Assessor, for the previous calendar year assessment.

CITY OF LAKE SAINT LOUIS, MISSOURI
DIRECT AND OVERLAPPING PROPERTY TAX RATES (1)
LAST TEN FISCAL YEARS

	June 30									
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
City of Lake Saint Louis direct rates:										
Operating	\$ 0.5764	0.5764	0.5951	0.5951	0.5951	0.5951	0.5951	0.5951	0.5951	0.5951
Debt Service Fund	0.4700	0.4700	0.4700	0.4700	0.4217	0.4217	0.3994	0.3994	0.3994	0.3994
Total Direct Rate	<u>\$ 1.0464</u>	<u>1.0464</u>	<u>1.0651</u>	<u>1.0651</u>	<u>1.0168</u>	<u>1.0168</u>	<u>0.9945</u>	<u>0.9945</u>	<u>0.9945</u>	<u>0.9945</u>
Overlapping governments:										
County and State	\$ 0.8932	0.8869	0.9084	0.8021	0.7787	0.7731	0.7559	0.7559	0.7294	0.7262
School districts	5.2117	5.2117	4.9891	4.9891	4.9891	4.9891	4.5872	4.5830	4.3446	4.3494
Fire districts	0.7369	0.5525	0.5653	0.5651	0.5641	0.5641	0.5630	0.5628	0.5611	0.3911
Junior college	0.2240	0.2140	0.2196	0.2196	0.2196	0.2196	0.2196	0.2196	0.2094	0.2094

(1) Source: St. Charles County Collector

CITY OF LAKE SAINT LOUIS, MISSOURI
PRINCIPAL PROPERTY AND TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

<u>Tax Payer</u>	<u>2017</u>			<u>2008</u>		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage Of Total City Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage Of Total City Assessed Value</u>
LILA Inc.	\$ 8,293,255	1	2.52 %	\$ 9,183,790	1	3.00 %
Meadows Trust	7,774,135	2	2.36	-	-	-
NISC	5,310,561	3	1.61	4,891,060	2	1.58
Waterways Apartments LP	4,861,602	4	1.47	4,567,790	3	1.48
Wal Mart Real Estate Business Trust	3,967,613	5	1.20	4,478,340	4	1.46
G & IV Cedar Lakes LLC	3,518,349	6	1.07	4,085,330	5	1.33
SSM Health Care II	3,480,665	7	1.06	1,969,100	7	0.64
IREIT Lake St. Louis Hawk Ridge	2,276,185	8	1.06	-	-	-
USR DESCO	1,849,162	9	0.56	-	-	-
Cuivre River Electric Cooperative	1,532,624	10	0.46	-	-	-
MCW RD Lake St. Louis LLC	-	-	-	2,441,400	6	0.79
LPG Properties	-	-	-	1,303,150	8	0.42
Laclede Gas Company	-	-	-	1,195,970	9	0.39
Palmer Properties	-	-	-	1,039,880	10	0.34
Total	<u>\$ 42,864,151</u>		<u>13.37 %</u>	<u>\$ 35,155,810</u>		<u>11.43 %</u>

Source: City of Lake Saint Louis, Missouri tax records.

CITY OF LAKE SAINT LOUIS, MISSOURI
PROPERTY TAX LEVIES AND COLLECTIONS (1)
LAST TEN FISCAL YEARS

Fiscal Years	Original Tax Levy	Collected Within The Fiscal Year Of The Levy		Delinquent Tax Collections	Total Collections To Date	
		Amount	Percentage Of Levy		Amount	Percentage Of Levy
2017	\$ 3,451,739	\$ 3,437,069	99.57 %	\$ 14,670	\$ 3,451,739	100.00 %
2016	3,343,017	3,319,979	99.31	12,911	3,332,890	99.70
2015	3,218,846	3,204,026	99.54	30,727	3,234,753	100.00
2014	3,177,473	3,150,456	99.15	31,342	3,181,798	100.00
2013	3,164,675	3,087,230	97.55	20,252	3,107,482	98.19
2012	3,147,048	3,122,251	99.21	24,797	3,147,048	100.00
2011	3,180,535	3,148,070	98.98	23,749	3,171,819	99.73
2010	3,133,621	3,103,097	99.03	21,187	3,124,284	99.70
2009	3,197,736	3,171,270	99.17	26,466	3,197,736	100.00
2008	3,062,288	3,017,143	98.53	45,145	3,062,288	100.00

(1) Source: St. Charles County Assessor

CITY OF LAKE SAINT LOUIS, MISSOURI
TAXABLE SALES BY CATEGORY
LAST TEN FISCAL YEARS

Categories	Fiscal Years Ending June 30									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Apparel and accessories stores	\$ 36,719,935	26,903,805	23,605,589	27,222,198	40,652,733	38,876,200	31,749,067	*	*	*
General merchandise	83,137,698	3,165,659	120,923,070	99,587,262	91,835,200	86,380,667	80,713,867	*	*	*
Food	55,732,617	47,228,739	35,393,100	37,942,890	30,084,933	23,417,333	24,045,067	*	*	*
Restaurants and bars	30,432,970	38,332,048	32,776,594	29,150,917	26,282,800	33,424,000	25,165,267	*	*	*
Building materials and tools	26,134,169	26,699,881	24,189,240	19,921,262	18,483,267	18,568,800	17,425,400	*	*	*
Auto-related	46,080,266	8,397,908	16,650,003	13,712,257	31,669,800	33,813,733	37,577,067	*	*	*
Service stations	8,643,930	9,011,207	7,912,750	2,106,382	10,050,467	7,962,000	7,254,067	*	*	*
Other retail	16,416,327	123,355,603	4,557,090	3,753,032	9,252,867	4,631,467	5,266,267	*	*	*
Utilities	17,769,529	6,685,820	5,579,189	6,131,587	14,055,067	13,854,000	13,504,733	*	*	*
All other outlets	8,704,959	45,251,430	29,623,006	36,185,708	673,867	2,634,800	7,201,933	*	*	*
Total	\$ 329,772,400	335,032,100	301,209,631	275,713,495	273,041,001	263,563,000	249,902,735			
City Direct Sales Tax Rate	2.00 %	2.00	2.00	2.00	1.50	1.50	1.50	1.50	1.50	1.50

Source: Missouri Department of Revenue

* Data for the years prior to June 30, 2011 is unavailable.

CITY OF LAKE SAINT LOUIS, MISSOURI
DIRECT AND OVERLAPPING SALES TAX RATES
LAST TEN FISCAL YEARS

For The Fiscal Years Ended June 30	City Direct Rate	St. Charles County	State Of Missouri	Total
2017	2.00 %	1.725 %	4.225 %	7.950 %
2016	2.00	1.725	4.225	7.950
2015	2.00	1.725	4.225	7.950
2014	2.00	1.725	4.225	7.950
2013	1.50	1.725	4.225	7.450
2012	1.50	1.725	4.225	7.450
2011	1.50	1.675	4.225	7.400
2010	1.50	1.675	4.225	7.400
2009	1.50	1.675	4.225	7.400
2008	1.50	1.675	4.225	7.400

Sources: City Finance Office and Missouri Department of Revenue

Note: Total tax rate in the Meadows TDD is 8.95% and in the Hawk Ridge TDD is 8.7%

CITY OF LAKE SAINT LOUIS, MISSOURI
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Years	Governmental Activities		Total Governmental Activities	Percentage Of Personal Income	Per Capita
	General Obligation Bonds (1)	Capital Leases			
2017	\$ 9,629,107	\$ 30,233	\$ 9,659,340	1.59 %	\$ 595
2016	10,892,882	231,501	11,124,383	1.83	727
2015	12,127,505	337,540	12,465,045	2.12	840
2014	13,320,493	104,888	13,425,381	2.20	875
2013	13,919,208	161,439	14,080,647	2.37	945
2012	14,837,233	83,390	14,920,623	2.51	1,001
2011	15,480,000	118,830	15,598,830	2.79	1,054
2010	16,165,000	206,908	16,371,908	3.00	1,169
2009	16,795,000	162,551	16,957,551	3.11	1,211
2008	17,310,000	95,695	17,405,695	3.19	1,243

Notes:

Details regarding the City's outstanding debt can be found in the notes to the financial statements.

Percentage of personal income for fiscal years 2008 - 2009 is based on the U.S. Census Bureau's 2000 census.

Percentage of personal income for fiscal years 2010 - 2017 is based on the U.S. Census Bureau's 2010 census.

Information on premiums and discounts is unavailable for periods prior to June 30, 2012.

(1) Presented net of related premiums.

CITY OF LAKE SAINT LOUIS, MISSOURI
RATIOS OF GENERAL BONDED DEBT OUTSTANDING AND LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
General bonded debt outstanding:										
General obligation bonds (1)	\$ 9,629,107	\$ 10,892,882	\$ 11,710,000	\$ 12,845,000	\$ 13,825,000	\$ 14,730,000	\$ 15,480,000	\$ 16,165,000	\$ 16,795,000	\$ 17,310,000
Percentage of estimated actual taxable value of property (2)	0.60 %	0.70	0.81	0.89	0.92	0.99	1.00	1.07	1.11	1.15
Per capita (3)	610	711	790	868	934	995	1,046	1,155	1,200	1,236
Less - Amounts set aside to repay general debt (4)	<u>1,118,559</u>	<u>1,044,863</u>	<u>1,024,800</u>	<u>1,032,118</u>	<u>1,118,104</u>	<u>1,233,323</u>	<u>1,180,807</u>	<u>1,154,224</u>	<u>1,185,789</u>	<u>1,126,945</u>
Total Net Debt	8,510,548	9,848,019	10,685,200	11,812,882	12,706,896	13,496,677	14,299,193	15,010,776	15,609,211	16,183,055
Legal debt limit (5)	<u>32,970,756</u>	<u>31,930,310</u>	<u>30,217,442</u>	<u>29,892,409</u>	<u>31,123,879</u>	<u>30,947,153</u>	<u>31,965,994</u>	<u>31,462,939</u>	<u>32,191,575</u>	<u>30,768,901</u>
Legal Debt Margin (6)	<u>\$ 24,460,208</u>	<u>\$ 22,082,291</u>	<u>\$ 19,532,242</u>	<u>\$ 18,079,527</u>	<u>\$ 18,416,983</u>	<u>\$ 17,450,476</u>	<u>\$ 17,666,801</u>	<u>\$ 16,452,163</u>	<u>\$ 16,582,364</u>	<u>\$ 14,585,846</u>
Legal debt margin as a percentage of the debt limit	74.19 %	69.16	64.64	60.48	59.17	56.39	55.27	52.29	51.51	47.40

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(1) Beginning in 2016, general bonded debt outstanding is shown net of related premium.

(2) Property value data can be found in Assessed Value and Actual Value of Taxable Property.

(3) Population data can be found in Demographic and Economic Statistics.

(4) This represents the fund balance in the Debt Service Fund.

(5) Under the statutes of the State of Missouri, the limit of bonded indebtedness is 10% of the most recent assessed valuation. Calculation based on real estate only since the City does not levy a personal property tax.

(6) The legal debt margin is the City's available borrowing authority under the statutes of the State of Missouri and is calculated by subtracting the net debt applicable to the legal debt limit from the legal debt limit.

CITY OF LAKE SAINT LOUIS, MISSOURI
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2017

<u>Name Of Governmental Unit</u>	<u>Debt Outstanding (1)</u>	<u>Estimated Percentage Applicable (2)</u>	<u>Estimated Share Of Overlapping Debt</u>
St. Charles County Ambulance	\$ 4,695,000	20.12 %	\$ 944,634
St. Charles County Community College	22,935,000	4.58	1,050,792
Wentzville School District	168,640,380	22.71	<u>38,298,905</u>
Subtotal, Overlapping Debt			40,294,331
City of Lake Saint Louis, direct debt (3)			<u>9,659,340</u>
Total Direct And Overlapping Debt			<u><u>\$ 49,953,671</u></u>

Source: Bond amounts were provided by the representative taxing districts. Assessments were provided by the respective taxing districts or the St. Charles County Assessor.

(1) Excludes overlapping taxing districts with assessed valuations applicable to the City that are less than 1%.

(2) Estimated based on 2016 real and personal property.

(3) Presented net of related premiums and includes capital leases.

CITY OF LAKE SAINT LOUIS, MISSOURI
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS

<u>Year</u>	<u>Population</u>	<u>Personal Income (Thousands Of Dollars)</u>	<u>Per Capita Personal Income</u>	<u>School Enrollment</u>	<u>Unemployment Rate</u>
2017	15,777	\$ 589,084,400	\$ 37,338	16,057	2.9 %
2016	14,831	589,084,400	39,720	15,336	4.6
2015	14,831	589,084,400	39,720	14,222	4.6
2014	14,800	589,084,400	39,803	14,239	5.2
2013	14,800	589,084,400	39,803	13,660	5.4
2012	14,800	589,084,400	39,803	13,103	7.0
2011	14,800	589,084,400	39,803	12,603	7.4
2010	14,800	559,440,000	37,800	12,121	8.5
2009	14,000	545,350,400	38,954	11,929	8.0
2008	14,000	545,350,400	38,954	11,642	5.0

Source: U.S. Census Bureau, U.S. Bureau of Labor Statistics, Wentzville School District, St. Louis Fed, and St. Charles County Economic Development Council.

In years when specific information is not available, the prior year amount was used.

CITY OF LAKE SAINT LOUIS, MISSOURI
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer	2017			2008		
	Employees	Rank	Percentage Of Total City Employment	Employees	Rank	Percentage Of Total City Employment
St. Joseph Hospital West	908	1	16.89 %	812	1	35.43 %
Walmart	353	2	6.57	390	2	17.02
National Information Systems Co.	350	3	6.51	330	3	14.40
Schnucks	145	4	2.70	130	4	5.67
Wentzville RIV School District	130	5	2.42	125	5	5.45
Lowe's	115	6	2.14	113	6	4.93
Von Maur	98	7	1.82	-	-	-
City of Lake Saint Louis	94	8	1.75	83	7	3.62
American Pool Players	63	9	1.17	55	8	2.40
Cuivre River Electric Cooperative	47	10	0.87	45	9	1.96
Dennys	-	-	-	44	10	1.92
Total	2,303		42.84 %	2,127		92.80 %

Source: Employers and St. Charles County Council of Economic Development and censtats.census.gov by zip code

CITY OF LAKE SAINT LOUIS, MISSOURI
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTIONS/PROGRAMS
LAST TEN FISCAL YEARS

FUNCTIONS/PROGRAMS	June 30									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
General government:										
City clerk	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Administration	5.1	5.1	5.1	5.1	5.1	5.1	5.1	5.1	5.1	3.6
Finance	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	4.0
Community development	8.0	7.5	7.5	7.0	9.5	9.5	9.5	9.5	9.5	9.5
Municipal court	2.5	2.5	2.5	2.5	3.0	3.0	3.0	3.0	3.0	3.0
Building maintenance	1.6	1.6	1.6	1.6	1.6	1.6	1.6	1.6	1.6	1.0
Police:										
Commissioned officers	31.0	31.0	30.0	30.0	30.0	30.0	30.0	30.0	30.0	30.0
Civilians	10.0	9.5	9.5	9.0	9.0	9.0	9.0	9.0	9.0	9.0
Public works	18.5	17.5	17.5	17.5	16.0	16.0	16.0	16.0	16.0	16.0
Parks and recreation	12.1	12.1	12.1	12.1	12.3	12.3	12.3	12.3	12.3	12.3
Total	<u>92.8</u>	<u>90.8</u>	<u>89.8</u>	<u>88.8</u>	<u>90.5</u>	<u>90.5</u>	<u>90.5</u>	<u>90.5</u>	<u>90.5</u>	<u>89.4</u>

Source: The City of Lake Saint Louis Finance Department

CITY OF LAKE SAINT LOUIS, MISSOURI
OPERATING INDICATORS BY FUNCTIONS/PROGRAMS
LAST TEN FISCAL YEARS

FUNCTIONS/PROGRAMS	June 30									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
General government:										
AP checks issued	1,354	1,483	1,774	1,986	1,956	1,961	2,164	2,096	2,204	2,881
AP EFTs	812	850	706	423	307	336	336	31	418	69
Payroll checks issued	-	-	-	-	110	118	115	129	182	317
Payroll EFTs	2,700	2,669	2,634	2,550	2,388	2,402	2,471	2,384	2,356	2,151
Number of tax accounts	6,145	6,069	5,997	5,996	6,016	6,553	6,535	6,516	6,493	6,186
Purchasing:										
Purchase orders issued	292	383	444	464	544	640	551	530	423	414
Community development:										
Planning and zoning applications	18	16	22	18	16	15	10	7	8	43
Single family site plan reviews	87	109	102	56	41	106	138	36	32	56
Permits issued:										
Construction	692	677	630	327	234	226	227	244	259	353
Occupancy	158	275	244	172	152	152	156	152	243	381
Rental occupancy	231	399	410	424	376	449	391	500	**	**
Inspections performed:										
Construction	4,024	4,185	3,706	2,981	1,917	1,473	1,322	1,583	1,705	2,119
Code violations	5,550	5,135	2,373	1,307	*	1,974	3,415	4,223	1,738	2,721
Rental occupancy	299	573	477	478	*	*	*	*	*	*
Violation notices	870	711	2,373	1,307	1,448	974	1,468	1,908	1,537	1,354
Board of adjustment cases	1	1	3	3	-	-	1	-	1	-
Architectural review cases	125	181	169	181	128	135	176	144	167	166
Police:										
Physical arrests - adult	508	622	656	631	530	526	505	825	522	545
Juvenile F11	62	55	88	47	63	63	57	59	7	65
Number of traffic tickets	1,911	2,417	2,930	3,519	2,920	3,095	3,099	3,343	3,231	3,792
Number of traffic accidents	436	499	445	382	352	281	365	286	267	262
Calls for service	45,052	*	*	*	*	*	*	*	*	*
Reports filed	2,594	*	*	*	*	*	*	*	*	*
Streets:										
Street striping (linear feet)	236,792	20,816	134,687	149,497	221,526	133,905	18,901	79,000	44,965	112,662
Maintenance - asphalt (tons)	590	695	144	198	89	109	113	97	105	241
Maintenance - concrete (cubic yards)	985	1,452	848	680	768	624	568	406	852	430
Street maintenance (hours)	11,752	11,150	9,300	9,455	8,635	8,579	7,983	7,474	5,805	6,824
Stormwater maintenance (hours)	3,791	2,425	3,869	4,221	2,148	1,837	1,424	2,510	2,107	2,231
Snow removal:										
Salt used (tons)	590	440	555	1,630	650	100	1,200	100	650	1,068
Labor (hours)	665	613	1,207	2,295	1,430	298	1,568	827	581	931
Parks:										
Park maintenance cost per acre	1,423	1,255	1,184	1,138	1,215	1,165	1,238	855	1,189	1,159
Recreation:										
Number of adult programs offered	58	58	59	59	58	52	42	52	62	47
Number of childrens programs offered	24	23	28	28	31	39	29	33	32	59
Cost recovery rate	1.83	1.90	1.90	2.13	1.93	1.77	1.81	1.86	1.93	1.63
Workers' compensation:										
Number of claims	9	4	2	2	3	4	10	6	10	7
Average cost per claim	3,505	4,781	89	4,347	12,756	4,278	2,026	14,373	826	831
Fleet services:										
Average age of vehicles (years)	5.15	4.60	5.40	4.88	5.30	5.00	5.20	4.63	4.21	5.26
Maintenance cost per vehicle	1,457	1,602	1,602	1,734	1,220	1,750	2,115	1,647	1,590	2,202

Source: Various City departments

*Data not available

**New fee beginning with fiscal year 2009 - 2010

CITY OF LAKE SAINT LOUIS, MISSOURI
CAPITAL ASSETS STATISTICS BY FUNCTIONS/PROGRAMS
LAST TEN FISCAL YEARS

FUNCTIONS/PROGRAMS	June 30									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Community development:										
Vehicles	5	4	4	4	4	4	5	7	7	5
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Vehicles	19	16	16	15	19	16	20	18	15	17
Public works:										
Vehicles	14	15	15	14	15	14	12	12	13	11
Parks and recreation:										
Acres of parks	131	131	131	131	131	131	131	131	131	131
Outdoor amphitheater	1	1	1	1	1	1	1	1	1	1
Ball diamonds	8	8	8	8	8	8	8	8	8	8
Soccer fields	3	3	3	3	3	3	3	3	3	3
Vehicles	6	6	6	6	6	6	7	7	7	5
Streets:										
Miles of streets	83	78	73	73	73	73	73	73	73	73
Miles of sidewalks	24	24	24	12	12	12	12	12	12	12
Miles of storm sewer	58	*	*	*	*	*	*	*	*	*

Source: Various City Departments

*Data not available

CITY OF LAKE SAINT LOUIS, MISSOURI
CONTINUING DISCLOSURE TABLES
JUNE 30, 2017

Bond Official Statement Tables

Estimated population (2017)	15,777
Assessed valuation (January 1, 2016) (1)	\$ 329,707,556
Estimated actual value (January 1, 2016)	\$ 1,596,693,797
Outstanding direct general obligation debt (2)	\$ 9,629,107
Overlapping general obligation debt	\$ 40,294,331
Total direct and overlapping general obligation debt (2)	\$ 49,923,438
Per capita direct debt (2)	\$ 610.33
Per capita direct and overlapping general obligation debt (2)	\$ 3,164.32
Ratio of direct debt to assessed valuation (2)	2.92%
Ratio of direct debt to estimated actual value (2)	0.60%
Ratio of direct and overlapping general obligation debt to assessed valuation (2)	15.14%
Ratio of direct and overlapping general obligation debt to estimated actual value (2)	3.13%

(1) Excludes personal property as there are no taxes levied on personal property.

(2) Includes indebtedness outstanding after the issuance of the Bonds.

Sources of General Fund Revenue

Source	Amount
Taxes	\$ 8,454,848
Licenses, permits, fines, and fees	689,292
Intergovernmental	1,044,750
Recreation	256,508
Grants	30,920
Investment income	35,809
Other revenues	150,595
Total	\$ 10,662,722

Summary of the General Fund Cash Balances

The General Fund cash balance at the end of each of the last five fiscal years was as follows:

Fiscal Years Ended June 30	General Fund Cash Balance
2013	\$ 2,117,678
2014	3,037,484
2015	4,018,254
2016	4,497,006
2017	4,637,267

(Continued)

CITY OF LAKE SAINT LOUIS, MISSOURI
CONTINUING DISCLOSURE TABLES (Continued)

JUNE 30, 2017

Current Assessed Valuation

	<u>Assessed Valuation</u>	<u>Assessment Rate</u>	<u>Estimated Actual Valuation</u>
Real estate:			
Residential	\$ 263,144,469	19 %	\$ 1,384,970,889
Agricultural	712,946	12	5,941,217
Commercial	<u>65,850,141</u>	32	<u>205,781,691</u>
Total Real Estate	329,707,556		1,596,693,797
Personal property (3)	53,987,556	33 (4)	163,598,655
State assessed railroad and utility property	<u>673,567</u>	32	<u>2,104,897</u>
 Total	<u><u>\$ 384,368,679</u></u>		<u><u>\$ 1,762,397,348</u></u>

Source: City's financial records.

- (3) Because the City does not levy a personal property tax, the City excludes personal property from the total assessed valuation of property on its audited financial statements.
- (4) Assumes all personal property is assessed at 33%; because certain subclasses of tangible personal property are assessed at less than 33%, the estimated actual valuation for personal property would likely be greater than that shown above.

History of Property Valuation

<u>Years</u>	<u>Assessed Valuation (5)</u>	<u>Percentage Increase</u>
2013	\$ 350,603,657	(3.42) %
2014	351,200,210	0.17
2015	369,526,425	5.22
2016	384,368,679	4.02
2017	-	-

- (5) Includes the assessed valuation of personal property. Because the City does not levy a personal property tax, the City excludes personal property from the total assessed valuation of property on its audited financial statements.

Property Tax Levies

<u>Fiscal Year</u>	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Total Levy</u>
2012 - 2013	\$ 0.5951	\$ 0.4217	\$ 1.0168
2013 - 2014	0.5951	0.4700	1.0651
2014 - 2015	0.5951	0.4700	1.0651
2015 - 2016	0.5764	0.4700	1.0464
2016 - 2017	0.5764	0.4700	1.0464

(Continued)

CITY OF LAKE SAINT LOUIS, MISSOURI
CONTINUING DISCLOSURE TABLES (Continued)

JUNE 30, 2017

Property Tax Collection Record

Fiscal Years Ended	Total Taxes Levied	Current Taxes Collected		Current And Delinquent Taxes Collected (6)	
		Amount	Percent	Amount	Percent
2013	\$ 3,164,675	\$ 3,087,230	97.55 %	\$ 3,107,482	98.19 %
2014	3,177,473	3,150,456	99.15	3,181,798	100.14
2015	3,218,846	3,204,026	99.54	3,234,753	100.49
2016	3,343,017	3,319,979	99.31	3,332,890	99.70
2017	3,451,739	3,437,069	99.57	3,451,739	100.00

(6) Delinquent taxes are shown in the year payment is actually received, which may cause the percentage of current and delinquent taxes collected to exceed 100%.