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Comprehensive Annual Financial Report, 2007

City of Wildwood

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City of Wildwood, Missouri



WILDWOOD

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For The Fiscal Year Ended DECEMBER 31, 2007

***CITY OF WILDWOOD, MISSOURI
COMPREHENSIVE ANNUAL
FINANCIAL REPORT***

For The Year Ended December 31, 2007



WILDWOOD

*Report prepared and submitted by the
Administration Department*

Dawn Kaiser, Finance Officer

Daniel E. Dubruel, City Administrator

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WILDWOOD

Introductory Section

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WILDWOOD

June 17, 2008

To the Honorable Mayor, Members of the City Council, and Citizens of the City of Wildwood:

I am pleased to transmit the Comprehensive Annual Financial Report of the City of Wildwood for the fiscal year beginning January 1, 2007 and ending December 31, 2007. The City Charter mandates that the City annually issue a report on its financial position and transactions, and that the report be audited by an independent firm of licensed certified public accountants. The financial statements and schedules herein are presented in conformity with U.S. Generally Accepted Accounting Principles (GAAP).

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation of the financial statement reports, supporting schedules, and statistical tables rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the funds and government-wide activities of our City government. The City has adopted and practices sound accounting policies to establish and maintain adequate internal controls designed to protect the City's assets from loss, theft, or misuse. All disclosures necessary to enable the reader to gain an understanding of the City's activities have been included.

City of Wildwood financial statements for this fiscal year period have been audited by the independent accounting firm RubinBrown LLP, Certified Public Accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City of Wildwood for the fiscal year ended December 31, 2007 are free of material misstatement. The independent audit involved 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, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City of Wildwood financial statements for the fiscal year ended December 31, 2007, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statement in the form of Management's Discussion and 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 Wildwood's MD&A can be found immediately following the report of the independent auditors.

Profile of the City

The City of Wildwood is located in far western St. Louis County and was incorporated on September 1, 1995. The City of Wildwood covers an area of over sixty-eight (68) square miles. It is bisected by Missouri Highway 100, which runs east/west, and by Missouri Highway 109, which runs north/south. These roads provide access to major arterial and interstate highway systems in the St. Louis region, including Interstates 64 and 44. Within the City's boundaries are 11 square miles of state and county parkland including Babler State Park, Rockwoods Reservation and Range, and Greensfelder County Park.

On November 4, 1997, the voters of Wildwood approved "Charter City" status with a Mayor-Council-City Administrator form of government as defined under Missouri Statutes. The City is governed by a Mayor, elected at-large for a four (4) year term, and sixteen (16) City Council Members, two (2) from each of eight (8) wards, elected on a staggered basis for two (2) year terms. The City Administrator is appointed by the City Council with the approval of the Mayor for an indefinite period and serves as the chief administrative officer of the City. The City Clerk, City Attorney, Marshal, Treasurer, Prosecuting Attorney, and Municipal Judge are appointed by the Mayor with the approval of the City Council.

The City Charter in Section 6.13 states "It shall be the fiscal policy of the City to conserve public monies while efficiently providing municipal services and infrastructure, to operate the City with a minimum of bureaucracy, and to provide government services by contract with private providers when feasible and appropriate. The City should consider the viability, quality, and cost effectiveness of contracting for all new major services prior to providing such services directly by City employees." In accordance with this Charter mandate, principal public services are provided through a combination of contracted services with other public agencies, private contractors, and directly by other independent public special purpose districts. As a result of this nontraditional manner of providing services, the City Staff totals only twenty (20) full-time employees resulting in personnel costs, including salaries and all benefits, accounting for only approximately 27% of the City's total operating budget. Those functions provided by full-time staff include general administration, accounting, planning and land use regulation, code enforcement, recreation activities, municipal court administration, public works administration and overall management of contracted services.

Police protection is provided by contract with the St. Louis County Police Department which operates from a precinct facility located in the City. The City also contracts with St. Louis County for building permitting and inspection services, public health services, and other functions. Public works maintenance functions, including, roadway, street lighting, sidewalks, storm drainage, snow and ice control, traffic control and capital improvement construction, are performed through contractual agreements with private construction firms selected through a competitive bidding process. Recreation programming and park site and recreational trail maintenance is likewise provided by contracted parties. Fire protection is provided by three (3) independent fire protection districts established as independent taxing authorities under Missouri statutes. Generally, the northern portion of the City is served by the Monarch Fire Protection District, the central section of the community by Metro West Fire Protection District, and the southern portion of the City by the Eureka Fire Protection District.

Letter of Transmittal
Comprehensive Annual Financial Report - Fiscal Year 2007

Sanitary sewer services are provided in generally the eastern portion of the City by the St. Louis Metropolitan Sewer District, a regional governmental agency. Solid waste, yard waste, and recycling services are provided under a franchise agreement with a private waste hauler. Electrical service is provided by AmerenUE and natural gas is provided by Laclede Gas Company. Water service is provided by Missouri American Water Company. Local telephone service is provided by AT&T Communications and other local service providers.

The City's annual budget serves as the foundation of the City's financial planning and control. The objective of these controls is to insure compliance with legal provisions embodied in the annual budget approved by the City Council. The appropriated budget is prepared by fund, department, and object classification. Transfers within departmental budgets over five hundred dollars (\$500) may be made only with prior approval by the Finance Director and City Administrator provided that the approval of the City Council is required to increase the total expenditures budgeted for any department. Expenditures within established budget guidelines up to \$5,000 require authorization by the City Administrator. Expenditures in excess of \$5,000 require approval of the City Council.

Factors Affecting Financial Condition

In order to more fully understand the information presented in the financial statements, it is beneficial to be mindful of the broader environmental context within which the City operates.

Long-term community planning. Sound locally controlled community planning was the stimulus for incorporation of the City of Wildwood and has been at the core of the City's governance during its thirteen (13) year history. The City's motto of "Planning Tomorrow Today" reflects this focus. In March 1996, the City Council adopted a Master Plan for the City's future development. This Master Plan, along with ordinances protecting the community's fragile environment, seeks a pattern of managed, sustainable, and predictable development. During 2005, the City engaged in a comprehensive review of its Master Plan, a process which engaged the residents, property owners and members of the public throughout. This review was completed in the first quarter of 2006 with the adoption by the Planning Commission and City Council of an updated version of the Master Plan.

The Master Plan divides the City into five (5) principal land use zones. The east central portion of the community is designated and developed extensively for moderate density suburban style residential subdivisions; the extensive northern, western, and southern portions of the community are designated for low density, nonurban residential development. A significant component of the Master Plan is the Town Center, an area that will accommodate the City's business uses. The Town Center plan calls for a mixed-use development, combining low density commercial with moderate to higher density residential uses employing new urbanism planning principles to create a pedestrian friendly, neo-traditional setting. As previously noted, a substantial portion of the community consists of established publicly owned parkland and nature preserves. Finally, an area in the north extreme of the community is designated for industrial uses.

Letter of Transmittal
Comprehensive Annual Financial Report - Fiscal Year 2007

The City experienced very rapid residential growth during its first decade resulting in an increase in population from 16,740 at the time of incorporation in 1995 to 32,884 by the 2000 Census. Since then, however, there has been a more moderate growth trend as a result of the Master Plan land use policies. Population growth directly impacts the City's finances since principal sources of tax revenues (e.g. sales tax, motor fuel tax, motor vehicle sales tax, and cigarette tax) are distributed on a per capita basis. Therefore, the population growth documented in the 2000 Census had a direct and very positive impact on City revenues beginning in 2001 providing resources for much needed capital infrastructure improvements and enhancing fund balances. Revenue growth is expected to be more modest during the remainder of this decade until the next census due to moderate projected population growth. Also of note, the City does not levy any municipal property tax thus is not affected by expansion of the assessed value of real and personal property resulting from growth and development.

Local Economy. The City enjoyed a sound local economy throughout the fiscal year. The local housing market for both new and previously owned homes remained relatively strong reflecting the fact that Wildwood is considered one of the most desirable communities in the St. Louis area in which to live. In fact, *Money Magazine* rated Wildwood as the third most desirable community in its population group in the central region of the country in 2004. The median home price exceeded \$320,000 and median household income exceeded \$100,000. Several new subdivisions throughout the community were under construction during the year with 87 new home permits issued in 2007. In addition to residential development, 2007 saw continued business development within the planned business area of the City's designated Town Center. Prompted by establishment of a Community Improvement District at the end of 2005 to stimulate desired development by funding public infrastructure improvements, construction progressed on several new commercial and office buildings plus a 112 room hotel during 2007. St. Louis Community College District completed construction and classes began in fall, 2007 at their new campus in Wildwood. Also of note, construction of Phase II of the Westridge Office Center development along Highway 109 was also underway throughout 2007.

As part of the metropolitan St. Louis area, Wildwood is impacted by the regional economy as well, particularly retail sales since the City is a member of the St. Louis County Sales Tax Pool for per capita formula distribution of sales tax revenues collected in St. Louis County. The regional retail economy was fairly sound during 2007 resulting in a three percent (3%) increase in sales tax receipts for 2007.

Strategic Goals Progress. In October 2003, the City Council formally adopted four (4) strategic goals and objectives to serve as a guide for City officials over the next five (5) year period. These goals and objectives are a product of a facilitated planning process that the City Council and Management Staff undertook. The strategic goals are:

- Promote and facilitate development of the Town Center
- Plan and facilitate extension of sanitary sewers in the Town Center
- Implement elements of the Wildwood Parks and Recreation Plan
- Construct a new City Hall Facility

Letter of Transmittal
Comprehensive Annual Financial Report - Fiscal Year 2007

Noteworthy progress occurred since then on the strategic goals. The City Council approved a major development agreement in 2005 encompassing a key nineteen (19) acre tract located in the designated Town Center business area. This agreement resulted in establishment of the Crossings Community Improvement District to provide a form of public financing for public infrastructure improvements within the development area that will be paid for entirely from a combination of assessments, district property tax and a special district sales tax on benefited property owners and businesses. The Crossings Community Improvement District is a separate legal entity and the resulting financing includes the sale of special purpose bonds in the name of the District. Such bonds do not represent a general obligation of the City of Wildwood or its taxpayers in general, but rather an obligation of the Crossings Community Improvement District and the property owners within the District only. Special purpose bonds totaling \$9.9 million were sold by the District in December, 2006. The public infrastructure improvements financed through the District bond issue including streets, a public parking garage, public plaza and other improvements were constructed during 2007. The hotel was opened for business and two (2) retail/office buildings constructed in the District during 2007.

A project to extend sanitary sewer services throughout some 400 acres in the Town Center area in the community funded through the issuance of Neighborhood Improvement District bonds was initiated by the City in 2004 following submittal of the legally required number of petitions from property owners to be benefited from the new sewer system. Consequently, the City Council authorized proceeding with preparation of engineering plans and specifications for the project. The City then proceeded with issuance of \$2,565,000 in bonds to fund construction in September 2005. The bonds are being retired by means of special assessments on properties located within the district that are benefited by the new sewer construction. Construction of the sanitary sewer improvements progressed throughout much of 2006 and 2007 and is expected to be completed in early 2008.

The City concluded a major park facility and recreation program planning process led by an appointed Citizens Committee for Park Progress during 2007 resulting in adoption by the City Council of an Action Plan to serve as future direction for the acquisition of additional park land, development of recreation programs, consideration of future recreation facilities and consideration by the voters of a special Park Sales Tax to fund future park facilities and maintenance. The Action Plan is anticipated to serve as guide for allocation of financial resources during future budget considerations.

In 2005, the City acquired property in the Town Center business area to serve as the site for a New City Hall intended to replace the facilities leased by the City since its incorporation. Following selection and engagement of a project architect, planning and design of a New City Hall began in fall, 2006. Project planning and design progressed to the point in summer, 2007 that the City Council formally presented a New City Hall proposal to the citizens in the form of an advisory referendum. Although not required for authorization of planned project financing, the advisory referendum was presented to the voters in an August, 2007 special election. The New City Hall proposal was turned-down by the voters and the project as proposed was subsequently cancelled by the City Council. The City Council anticipates engaging in a new planning process involving more public participation. It is anticipated that planning for a revised City Hall project will take place during 2008. In the meantime, the City must consider options for interim leasing of space for City Hall and municipal services pending implementation of a long-term City Hall project as the multi-year lease of the current City Hall facilities expire at the end of 2008.

Letter of Transmittal
Comprehensive Annual Financial Report - Fiscal Year 2007

Cash Management Policies and Practices. Accumulated funds were held in interest-bearing accounts and, through competitive proposals, the City was able to achieve its objectives regarding financial security and liquidity. City investments earned competitive rates of return throughout the year resulting in greater interest earnings than originally budgeted for 2007.

Risk Management. The City maintains risk management programs by purchasing liability and property insurance through a combination of both public and private insurance carriers. This program utilizes pooled liability risk opportunities; while at the same time seeks to obtain the best rates for insurance without sacrificing coverage.

Pension. The City sponsors a defined contribution plan for its employees. All employees are eligible to participate in the plan after they have completed six (6) months of service with the City. The City contributes an amount equal to 7% of compensation on behalf of eligible participants each pay period. Employees are not required to contribute to this plan. Participants are fully vested after two (2) years of service. In 2007, the City's contribution to the plan was \$91,978 less \$621 applied from forfeited funds from nonvested terminated employees.

Awards

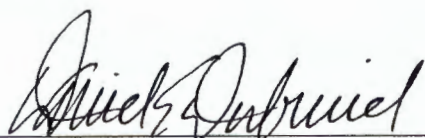
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report for the fiscal year ended December 31, 2006. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both U.S. generally accepted accounting principles (GAAP) and applicable legal requirements.

A Certificate of Achievement is valid for a period of one (1) year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

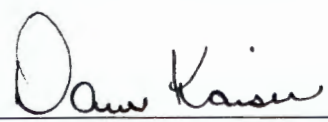
Acknowledgments

On behalf of the staff, we would like to express our gratitude to the Mayor and the City Council for their leadership and on-going concern for the financial well-being of the City. We would also like to acknowledge the assistance of our independent auditors, RubinBrown LLP. Their assistance and recommendations, both in the preparation of this report, as well as their consultations and interim reviews, are sincerely appreciated.

Sincerely,



Daniel E. Dubruiel, City Administrator



Dawn Kaiser, Finance Officer

CITY OF WILDWOOD, MISSOURI

PRINCIPAL CITY OFFICIALS

December 31, 2007

Mayor	Edward L. Marshall
City Council:	
Ward 1	Patricia A. Thibeault Bart Cohn
Ward 2	Holly Parks Tony Salvatore
Ward 3	Jim Baugus Vacant
Ward 4	Rick Wise Katie Dodwell
Ward 5	Susan Baker Pete Sickinger
Ward 6	David Sewell Ron James
Ward 7	Tim Woerther Jim Kranz
Ward 8	Mick Rehg David Bertorelli
City Administrator	Daniel E. Dubruiel
Deputy City Administrator/City Clerk	Lynne Greene-Beldner
Director of Planning	Joseph Vujnich
Director of Public Works	Ryan Thomas
Finance Officer	Dawn Kaiser
Court Administrator	Patti Reust
Marshal	Bob Warren
Treasurer	Stephen V. Cross
City Attorney	Robert Golterman
Prosecuting Attorney	S. Bart Calhoun
Municipal Judge	Rick Brunk

CITY OF WILDWOOD, MISSOURI

**City of Wildwood
ORGANIZATION CHART**

Citizens of Wildwood

Mayor & Council

Boards & Commissions

- ❖ Planning & Zoning Commission
- ❖ Board of Adjustment
- ❖ Historic Preservation Commission
- ❖ Architectural Review Board
- ❖ Board of Ethics
- ❖ Board of Public Safety

Standing Council Committees

- ❖ Administration & Public Works
- ❖ Planning/Economic Development/Parks

City Marshal

City Treasurer

City Attorney

City
Administrator

Deputy
Administrator/
City Clerk

Municipal
Judge

Prosecuting
Attorney

St. Louis County
Police Department (by
Contract)

Finance Officer

Director, Planning &
Parks

Director, Public
Works

Municipal Court Clerk

*Law Enforcement
Neighborhood Patrol
Traffic
Investigation*

*Accounting
Budgeting
Audit
Debt Management*

*Land Use/Zoning
Town Center
Code Enforcement
Parks Administration
Subdivision Administration
Permits and Inspections*

*Street and Bridge
Maintenance
Storm Drainage
Engineering
Permits and Inspections
Utility Coordination*

*Traffic Fines
Court Docket
Community Service*

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

City of Wildwood
Missouri

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2006

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Oliver S. Cox

President

Jeffrey R. Emer

Executive Director

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WILDWOOD

Financial Section

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Independent Auditors' Report

The Honorable Mayor and City Council
City of Wildwood, Missouri

We have audited the accompanying financial statements of the governmental activities and each major fund of City of Wildwood, Missouri, (the City) as of and for the year ended December 31, 2007, which collectively comprise the City's basic financial statements, as listed in the table of contents. These financial statements are the responsibility of the City's management. 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 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 includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the City as of December 31, 2007, and the respective changes in financial position, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 17, 2008, on our consideration of the City's internal control over financial reporting and our test 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis and Budgetary Comparison Information on pages 3 through 13 and 32 through 36, respectively, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, the individual fund financial schedule, and the statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The individual fund financial schedule has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and the statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

RubinBrown LLP

June 17, 2008

CITY OF WILDWOOD, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2007

This narrative overview and analysis of the financial activities of the City of Wildwood (the City) for the year ended December 31, 2007 is presented herein by City management. We encourage readers to consider the information presented here in conjunction with additional information furnished in the Letter of Transmittal which can be found in the Introductory Section of this report.

Financial Highlights

- The assets of the City exceeded liabilities at the close of fiscal year 2007 by \$42,611,613. Of this amount, \$7,768,148 (unrestricted net assets) is available to meet the City's ongoing obligations to citizens and creditors.
- As of December 31, 2007, the City's governmental funds reported combined ending fund balances of \$19,997,303 an increase of \$1,608,115 in comparison with the prior year. Approximately 93% of this total amount, \$18,688,927, is available for spending at the City's discretion.
- At the end of 2007, unreserved/undesignated fund balance for the General Fund was \$9,564,227, or 140% percent of total General Fund expenditures.
- The City issued \$2,565,000 in Neighborhood Improvement District Bonds in 2005 to fund improvements within the City's Town Center Sewer District area. This was the first time in its history that the City established bonded debt. The debt is to be repaid with the collection of special assessments to property owners in the area benefiting from the improvements. As of December 31, 2007, assessments to be collected over the remaining life of the bonds totaled \$2,176,564.

Overview of the Financial Statements

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

Government-wide Financial Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of City finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all City assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

CITY OF WILDWOOD, MISSOURI

Management's Discussion And Analysis (*Continued*)

The *statement of activities* presents information showing how the City's net assets changed during the most recent year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. 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 reflect functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities). The City's activities include general government, parks and recreation, judicial, planning, public works, and public safety. The government-wide financial statements can be found on pages 14 and 15 of this report.

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, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the 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 City's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains six (6) individual governmental funds. The City's three (3) escrow and traffic generation assessment funds have been blended for financial reporting purposes. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Escrow and TGA Fund, the Town Center Sewer Improvement Fund, and the Capital Projects Fund, all of which are considered to be major funds.

The City adopts an annual appropriated budget for all of its Funds. A budgetary comparison statement has been provided for each fund to demonstrate compliance with this budget.

The basic fund financial statements can be found on pages 16 through 19 of this report.

CITY OF WILDWOOD, MISSOURI

Management's Discussion And Analysis (Continued)

Notes to the Financial Statements

Notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. Notes provide additional details about the balances and transaction in the City's financial statements and may be found on pages 20 through 31 of this report.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes certain required supplementary information can be found on pages 32 through 36 of this report.

Government-wide Financial Analysis

This is the fourth year that the City has presented its financial statements under the reporting model required by the Governmental Accounting Standards Board (GASB) Statement No. 34 (GASB 34), *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. Therefore, a comparative analysis of government-wide data is included in this report.

As noted earlier, net assets may serve, over time, as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by \$42,611,613 at the close of 2007, an increase of \$5,474,321 from the prior year.

The City's largest portion of net assets (53%) reflects its investment in capital assets (e.g. land, buildings, machinery and equipment, and infrastructure). The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. There is currently no debt associated with these assets.

	Governmental Activities			
	2007	2006	2005	2004
Assets				
Current and other assets	\$ 25,685,015	\$ 23,419,225	\$ 20,622,610	\$ 12,247,744
Capital assets	22,372,313	19,053,265	16,630,273	13,024,927
Total Assets	48,057,328	42,472,490	37,252,883	25,272,671
Liabilities				
Long-term liabilities outstanding	2,556,028	2,689,390	2,627,167	104,124
Other liabilities	2,889,687	2,645,808	2,393,525	2,318,329
Total Liabilities	5,445,715	5,335,198	5,020,692	2,422,453
Net Assets				
Invested in capital assets, net				
of related debt	22,372,313	19,053,265	16,630,273	13,024,926
Restricted	12,471,152	12,870,457	9,625,651	5,328,829
Unrestricted	7,768,148	5,213,570	5,976,267	4,496,463
Total Net Assets	\$ 42,611,613	\$ 37,137,292	\$ 32,232,191	\$ 22,850,218

CITY OF WILDWOOD, MISSOURI

Management's Discussion And Analysis (*Continued*)

An additional portion of net assets (29%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$7,768,148 may be used to meet the City's ongoing obligations to citizens and creditors.

At the end of the current year, the City is able to report a positive balance in net assets. The same situation held true for the three prior years.

The City's net assets increased by \$5,474,321 during 2007. About 31% of this increase represents the degree to which increases in ongoing revenues have outstripped similar increases in ongoing expenses.

Governmental activities were 100% accountable for the increase in the City's net assets. The following table illustrates net asset activity for 2007 and three years prior.

City of Wildwood's Changes in Net Assets

	Governmental Activities			
	2007	2006	2005	2004
Revenues:				
Program revenues:				
Charges for services	\$ 682,555	\$ 639,417	\$ 563,297	\$ 577,507
Operating grants & contributions	2,606,170	2,310,758	2,245,903	2,310,719
Capital grants & contributions	3,181,039	2,298,495	5,875,952	2,644,523
General revenues:				
Taxes	9,340,205	8,459,075	8,459,407	8,051,002
Investment income	891,380	749,211	317,824	94,324
Traffic generation permits	62,063	181,270	173,567	205,313
Gain on land exchange	—	—	637,350	—
Other	156,701	120,088	142,034	78,852
Total Revenues	<u>16,920,113</u>	<u>14,758,314</u>	<u>18,415,334</u>	<u>13,962,240</u>
Expenses:				
Administration	1,251,944	1,047,545	1,031,612	944,201
Police	2,582,564	2,471,643	2,358,110	2,247,311
Courts	178,418	166,696	166,591	158,086
Clerk and council	243,595	229,079	284,465	195,872
Public works	5,963,060	4,886,219	4,443,257	3,724,383
Planning and zoning	661,332	694,420	656,087	645,389
Parks and recreation	465,655	259,686	93,239	76,133
Interest on long-term debt	99,224	97,925	—	—
Total Expenses	<u>11,445,792</u>	<u>9,853,213</u>	<u>9,033,361</u>	<u>7,991,375</u>
Change in Net Assets	<u>5,474,321</u>	<u>4,905,101</u>	<u>9,381,973</u>	<u>5,970,865</u>
Beginning Net Assets	<u>37,137,292</u>	<u>32,232,191</u>	<u>22,850,218</u>	<u>16,879,353</u>
Ending Net Assets	<u>\$ 42,611,613</u>	<u>\$ 37,137,292</u>	<u>\$ 32,232,191</u>	<u>\$ 22,850,218</u>

CITY OF WILDWOOD, MISSOURI

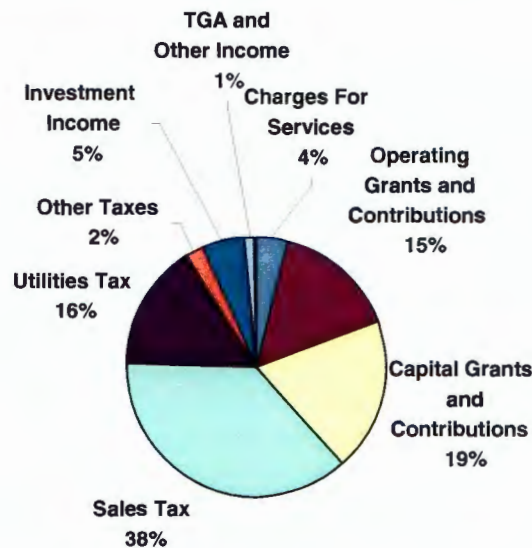
Management's Discussion And Analysis (Continued)

Capital Grants and Contribution revenue is composed of federal and state grants, contributions from other sources, special assessments, capital asset donations and parks program fees. Federal and state grants received during 2007 produced resources in the amount of \$1,035,937. Donated property was valued at \$1,559,270. Special assessments, offset by the recognition of deferred revenue, attributed \$574,423 and a sponsor's contribution to the City's College Avenue Project added \$5,220. Parks program fees collected were \$6,189. The increase from the amount recorded in 2006 for this category is largely attributable to a \$937,537 increase in Federal Grants money received in 2007.

Delayed construction of several major capital projects resulted in an increase of funds available for investment. This, in combination with maturing investments with favorable interest rates resulted in an increase in investment income in 2007.

In addition, Cellular phone companies began remitting utility gross receipt tax in 2007. This had a significant positive impact on tax revenue recorded in 2007.

Revenues by Source - Governmental Activities



Financial Analysis of the City's Funds

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

CITY OF WILDWOOD, MISSOURI

Management's Discussion And Analysis (*Continued*)

Governmental Funds

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

As of the end of the current year, the governmental funds reported a combined ending fund balance of \$19,997,303, an increase of \$1,608,115 in comparison with the prior year. Approximately 93% of this total amount (\$18,688,927) constitutes unreserved fund balance, which is available for spending at the City's discretion. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been committed to 1) liquidate contracts and purchase orders of the prior period (\$1,250,009), and 2) reserve an amount for prepaid items (\$58,367).

General Fund. The General Fund is the chief operating fund of the City. At the end of the current year, unreserved fund balance of the General Fund was \$9,614,227, while total fund balance reached \$9,683,312. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Both unreserved and total fund balance represent approximately 140% percent of total General Fund expenditures.

The fund balance of the City's General Fund increased by \$1,892,320 during 2007. Key factors in this growth are as follows:

- The final adopted budget for 2007 was formulated to anticipate revenues in excess of expenditures in the amount of \$658,892 at year end.
- Actual revenues were \$1,019,747 greater than anticipated in the 2007 adopted budget. This is largely attributable to increases in Telephone Utility Tax Revenue as a result of Cellular Phone Companies remitting (formerly unpaid or protested) Gross Receipts Tax. In addition, the City received \$173,845 in disaster relief funding for storm damage which was not budgeted.
- Actual expenditures were \$104,669 less than anticipated in the 2007 adopted budget. A large portion of this savings was sustained due to the amounts budgeted but not spent, notably for: prisoner holdover expenses, mental health court appointed services, partial year vacancies in the Parks, Planning/Public Works Departments, asphalt patching, pavement marking, sidewalk replacement, bridge maintenance, and emergency road/right-of-way repairs.

CITY OF WILDWOOD, MISSOURI

Management's Discussion And Analysis (*Continued*)

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget (a cumulative \$257,776 increase) are briefly summarized as follows:

- \$162,915 in increases in general government activities (Administration) of which 32% was requested for attorney fees and 38% was for a litigation settlement. The remaining increase was a result of the culmination of an additional publication of the City's newsletter, the unforeseen need for additional storage facility lease, and additional computer service.
- \$24,336 in decreases allocated to the Clerk and Council Department which includes the postponement of a planned citizen survey (\$14,000) and reduction in anticipated election expenditures (\$10,336).
- \$66,420 in increases allocated to the Parks and Recreation Department of which 65% was requested for additional expenditures associated with the annual Wildwood Celebration event, 18% was authorized for additional funds necessary to complete a Parks Facilities Survey and 12% of the total departmental increase was a result of additional funds required to complete the Pedestrian Trail Plan. The remaining 5% increase was a culmination of line item increases and decreases to parallel actual expenditure needs to budgetary allowance.
- \$31,461 in decreases allocated to the Planning Department of which 77% resulted from reduction in personnel costs. The remaining reduction was primarily a culmination of reduced funding requirements for Consultant Costs and Contractual Services.
- \$84,238 in increases allocated to the Public Works Department of which a \$94,865 increase was necessary due to unforeseen Storm Cleanup and additional budgetary increases were required for asphalt patching, tree trimming, and sidewalk replacement (\$60,500). These increases were offset with the reduction of budgeted funds for Right-of-Way Landscaping, Snow and Salt Removal, and Inspection Services (\$71,127)

Of this increase, 100% was to be budgeted from available revenues. During the year, however, expenditures were less than budgetary estimates, thus eliminating the need to draw upon these funds.

Town Center Sewer Improvement Fund. All revenues, expenditures, and debt related to the improvements of the Town Center Sewerage Expansion Neighborhood Improvement District are budgeted in this fund.

At the end of 2007, fund balance of the Town Center Sewer Improvement Fund was \$538,125. This was a \$1,828,691 decrease from the prior year. As progress on this project continues, the Fund Balance of the fund will continue to decline (as planned). Once the project is complete, this fund will function as a debt service fund. The completed project will be dedicated to the St. Louis Metropolitan Sewer District and is therefore, not included in the calculation of the City's net assets invested in capital assets.

CITY OF WILDWOOD, MISSOURI

Management's Discussion And Analysis (*Continued*)

Capital Projects Fund. Revenues and expenditures associated with the City's capital projects were budgeted in this fund. At the end of 2007, fund balance of the Capital Projects Fund was \$9,073,579. This is an increase of \$1,491,529 from the prior year. Key factors in this growth are as follows:

- Actual expenditures were less than planned in 2007 as construction on several major projects was delayed to 2008. Some major projects deferred until 2008 include:
 - Manchester Road Streetscape
 - Shotwell Creek Bank Stabilization
 - Rock Hollow Trail

In addition, the following right-of-way acquisition funds were not expended due to donations or negotiations carried into 2008:

- Pond Bridges 382 and 388 (donated easements)
- Wild Horse Bridge 3-109 (donation from property owner and ongoing negotiations with other property owner)
- Encumbrances totaling \$1,239,291 were recorded in 2007 for contractual projects. Once these encumbered funds are spent (in 2008), fund balance will decline.
- Projected delays positively effected investment income by increasing the amount of funds available for investment. This produced \$315,286 in investment income revenue in 2007.
- Progress toward completion of Grant Projects positively affected intergovernmental income as compared to prior year because grant funds are disbursed on an expense reimbursement basis. The City received \$1,035,937 in Grant Reimbursements in 2007, however, this fell short of the budgeted expectation of \$1,627,760 due to delays in some grant funded projects.

Capital Assets

The City's investment in capital assets as of December 31, 2007, amounted to \$22,372,313 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, park facilities, roads, sidewalks/trails, and bridges. The total increased investment in capital assets for the current fiscal year was approximately 17%.

CITY OF WILDWOOD, MISSOURI

Management's Discussion And Analysis (Continued)

Major capital asset events during the current year include the following:

- The City acquired a 2008 F-250 Ford Four Wheel Drive Truck.
- The following infrastructure assets were donated to the City in 2007.

Windsor Crest Street and right-of-way	\$ 768,000
Homestead Estates Trail and trail land	770,085
7.17 acres of park land	16,225
Right-of way on Ossenfort Road and Eatherton	<u>4,960</u>
Total	<u>\$ 1,559,270</u>

- Infrastructure projects completed in 2007 included an exposed concrete pad and curb constructed at the Al Foster Trail
- Construction in progress is comprised of road and bridge repairs and improvements, pedestrian trails, and streetscape design and construction. In 2007, there was a \$2.3 million increase in construction in progress as compared to 2006. A number of these high value projects will be completed and closed out in early 2008.

City of Wildwood Capital Assets (Net of Depreciation) Governmental Activities

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Land	\$ 6,378,922	\$ 5,319,417	\$ 4,625,717	\$ 4,142,512
Construction in progress	3,747,988	1,435,271	4,889,161	3,416,049
Land improvements	551,483	567,345	—	—
Buildings	597,913	616,480	17,750	18,250
Vehicles	61,117	54,319	45,324	38,146
Equipment	71,992	98,023	26,967	33,686
Infrastructure	<u>10,962,898</u>	<u>10,962,410</u>	<u>7,025,354</u>	<u>5,376,284</u>
	<u>\$ 22,372,313</u>	<u>\$ 19,053,265</u>	<u>\$ 16,630,273</u>	<u>\$ 13,024,927</u>

Additional information on the City's capital assets can be found in Note 3 on page 28 of this report.

Long-Term Debt

At the end of 2007, the City had total bonded debt outstanding of \$2,470,000. This debt is 100% comprised of limited general obligation bonds sold in 2005 to fund the City's Town Center Sewer Project. The debt is repaid by special assessments charged to the property owners that directly benefit from the sewer improvements. The City is liable for the debt only in the event of default by the property owners subject to the assessment.

CITY OF WILDWOOD, MISSOURI

Management's Discussion And Analysis (*Continued*)

Additional information regarding the City's long-term debt can be found in Note 4 on page 29 of this report.

Economic Factors and Next Year's Budgets and Rates

- In 2007, comprehensive settlement agreements between several wireless phone service providers and municipalities throughout the state neared finalization. Since, 2001, wireless phone companies either declined to collect local utility taxes on their service or paid such taxes under protest. Taxes paid under protest were held in a separate escrow account and at the end of 2007 these funds were recorded as revenue. This will result in a significant increase in revenue from this source going forward. However, due to the uncertainty of the settlement at the time of budget preparation these additional funds were not included in the 2008 budget.
- Investment interest rates began to decline in 2007. Trends indicate that 2008 will continue with lower rates, however, the City does maintain a healthy sum of funds available for investment and a sound investment policy which should generate an adequate sum of revenue from this source.
- As the City's Town Center project, continues to develop and increase tenancy it will provide a significant increase in the number of businesses operating in the City. Since the City receives sales tax disbursements as part of a sales tax pool based on population, these new businesses will not directly impact the amount of sales tax money the City receives. The City will, however, collect additional business license fees and utility taxes from these new businesses.
- Economic trends indicate that retail sales will remain somewhat stagnant into 2008.
- In 2005, the City purchased property intended to serve as the site for a New City Hall. Subsequent planning and the engagement of advisory and design services took place in 2006 and 2007. However, on August 7, 2007 the City Council placed an advisory referendum proposition on a special election ballot as to whether or not to proceed with the project as planned. The project was rejected by the voters and City Council subsequently terminated the existing project plans with the intention of beginning a new project planning process in 2008. As a result, the 2008 budget includes a \$4 million dollar designated Reserve in the General Fund for a New City Hall Project.
- The current City Hall lease expires at the end of 2008 and a comparative lease facility analysis is underway to identify and evaluate alternative space for municipal services to fulfill the City's need pending a new City Hall.

CITY OF WILDWOOD, MISSOURI

Management's Discussion And Analysis (*Continued*)

- In 2007, a comprehensive review of police resource needs was finalized and a 5-year plan was presented to the City Council. The principal focus of the plan was to achieve manning of a full-time fourth patrol sector. As a result, the City Council authorized the funding of one (1) additional police sergeant, two (2) additional police officers, and two (2) police vehicles for the use of Precinct Personnel. Funding and the associated addition of these personnel positions and equipment has been budgeted as an addition to the Police Services Agreement between the City and St. Louis County to be phased in over the course of 2008.
- In 2007, a comprehensive park and recreation facility planning process was undertaken by a special citizens committee (Citizens Committee for Park Progress) which resulted in the adoption of an Action Plan approved by City Council. Key elements of this plan were incorporated into the 2008 Budget in the Capital Improvement Program and the five-year Capital Improvement Plan. Funding is budgeted for the acquisition and construction of additional recreational trails, acquisition and development of two (2) neighborhood parks, and acquisitions of property for a community sized park site.
- The 2007 Budget included funding for the construction of the Manchester Road Streetscape Project. This project was postponed and funds were rebudgeted in 2008 due to the delay of federal and State design reviews. Phase I of this project includes the installation of sidewalks, bike lines, drainage improvements, street lighting and landscaping along a portion of Manchester Road.

All of these factors were considered in preparing the City budget for the 2008 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance Officer, 16962 Manchester Road, City of Wildwood, Missouri 63040.



WILDWOOD

Basic Financial Statement

CITY OF WILDWOOD, MISSOURI

STATEMENT OF NET ASSETS

December 31, 2007

	<u>Governmental Activities</u>
Assets	
Cash and investments	\$ 17,239,258
Restricted cash and investments	3,666,385
Receivables, net	
Taxes	2,258,279
Intergovernmental	74,624
Special assessment receivable	2,176,564
Interest	44,180
Other	115,909
Bond issuance costs, net	51,449
Prepaid items	58,367
Capital assets:	
Land and construction in progress	10,126,910
Other capital assets, net of accumulated depreciation	<u>12,245,403</u>
Total Assets	<u>48,057,328</u>
Liabilities	
Accounts payable	756,608
Accrued payroll	58,431
Accrued interest	31,676
Escrows payable from restricted assets	2,042,972
Noncurrent liabilities:	
Due within one year	200,188
Due in more than one year	<u>2,355,840</u>
Total Liabilities	<u>5,445,715</u>
Net Assets	
Invested in capital assets	22,372,313
Restricted for:	
Town Center sewer improvements	2,695,286
Capital projects	9,775,866
Unrestricted	<u>7,768,148</u>
Total Net Assets	<u>\$ 42,611,613</u>

CITY OF WILDWOOD, MISSOURI

STATEMENT OF ACTIVITIES For The Year Ended December 31, 2007

Functions	Expenses	Program Revenues			Net (Expenses) Revenues And Changes In Net Assets Total
		Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	
Governmental Activities					
Administration	\$ 1,251,944	\$ 59,847	\$ —	\$ —	\$ (1,192,097)
Police	2,582,564	529,328	—	—	(2,053,236)
Court	178,418	—	—	—	(178,418)
Clerk and council	243,595	—	—	—	(243,595)
Public works	5,963,060	—	2,595,810	3,174,850	(192,400)
Planning and zoning	661,332	93,380	—	—	(567,952)
Parks and recreation	465,655	—	10,360	6,189	(449,106)
Interest on long-term debt	99,224	—	—	—	(99,224)
Total Governmental Activities	\$ 11,445,792	\$ 682,555	\$ 2,606,170	\$ 3,181,039	(4,976,028)
General Revenues:					
Taxes:					
Sales taxes					6,312,290
Utilities taxes					2,650,301
Franchise taxes					266,764
Other taxes					110,850
Investment income					891,380
Traffic generation permits					62,063
Other					156,701
Total General Revenues					10,450,349
Change In Net Assets					5,474,321
Net Assets - Beginning Of Year					37,137,292
Net Assets - End Of Year					\$ 42,611,613

CITY OF WILDWOOD, MISSOURI
BALANCE SHEET - GOVERNMENTAL FUNDS
December 31, 2007

	General Fund	Escrow And TGA Fund	Town Center Sewer Improvement Fund	Capital Projects Fund	Total Governmental Funds
Assets					
Cash and investments	\$ 8,782,917	\$ —	\$ —	\$ 8,456,341	\$ 17,239,258
Restricted cash and investments	—	2,729,517	936,868	—	3,666,385
Receivables, net					
Taxes	1,471,376	—	—	786,903	2,258,279
Intergovernmental	—	—	—	74,624	74,624
Special assessments receivable	—	—	2,176,564	—	2,176,564
Interest	28,438	15,742	—	—	44,180
Other	115,909	—	—	—	115,909
Prepaid items	58,367	—	—	—	58,367
Due from other funds	2,565	—	—	—	2,565
Total Assets	\$ 10,459,572	\$ 2,745,259	\$ 3,113,432	\$ 9,317,868	\$ 25,636,131
Liabilities And Fund Balances					
Liabilities					
Accounts payable	\$ 96,738	\$ —	\$ 415,581	\$ 244,289	\$ 756,608
Accrued payroll	58,431	—	—	—	58,431
Deferred revenue	621,091	—	2,157,161	—	2,778,252
Escrow funds					
Subdivision inspections	—	291,269	—	—	291,269
Planning and zoning	—	588,062	—	—	588,062
Infrastructure	—	739,782	—	—	739,782
Subdivision	—	413,699	—	—	413,699
Rural roadway development	—	6,000	—	—	6,000
Community beautification	—	4,160	—	—	4,160
Due to other funds	—	—	2,565	—	2,565
Total Liabilities	776,260	2,042,972	2,575,307	244,289	5,638,828
Fund Balances					
Reserved for:					
Encumbrances	10,718	—	—	1,239,291	1,250,009
Prepaid items	58,367	—	—	—	58,367
Unreserved, reported in:					
General fund					
Designated for facilities	50,000	—	—	—	50,000
Unreserved - undesignated	9,564,227	—	—	—	9,564,227
Special revenue funds	—	702,287	538,125	—	1,240,412
Capital projects fund	—	—	—	7,834,288	7,834,288
Total Fund Balances	9,683,312	702,287	538,125	9,073,579	19,997,303
Total Liabilities And Fund Balances	\$ 10,459,572	\$ 2,745,259	\$ 3,113,432	\$ 9,317,868	\$ 25,636,131

CITY OF WILDWOOD, MISSOURI

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET ASSETS
December 31, 2007**

Total Fund Balance - Governmental Funds	\$ 19,997,303
<p>Amounts reported for governmental activities in the statement of net assets are different because:</p>	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$23,895,595 and the accumulated depreciation is \$1,523,282.	22,372,313
Some of the City's revenues will be collected after year end, but are not available soon enough to pay for the current period's expenditures and, therefore, are reported as deferred revenue in the fund financial statements.	2,778,252
Certain long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. Long-term liabilities at year end consist of:	
Accrued compensated absences	(100,188)
Accrued interest	(31,676)
Debt outstanding	(2,470,000)
Unamortized bond discount	14,160
Unamortized bond issue costs	51,449
Total Net Assets - Governmental Activities	<u>\$ 42,611,613</u>

CITY OF WILDWOOD, MISSOURI

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS**

For The Year Ended December 31, 2007

	General Fund	Escrow And TGA Fund	Town Center Sewer Improvement Fund	Capital Projects Fund	Total Governmental Funds
Revenues					
Taxes	\$ 7,334,965	\$ —	\$ —	\$ 4,427,205	\$ 11,762,170
Charges for services	55,446	—	—	—	55,446
Special assessments	—	—	207,782	—	207,782
Fines and forfeitures	525,053	—	—	—	525,053
Licenses and permits	102,056	62,062	—	—	164,118
Intergovernmental	173,845	—	—	1,035,937	1,209,782
Investment income	365,038	140,162	70,894	315,286	891,380
Miscellaneous	80,568	—	—	5,220	85,788
Total Revenues	8,636,971	202,224	278,676	5,783,648	14,901,519
Expenditures					
Current:					
Administration	1,248,177	—	—	—	1,248,177
Police	2,582,564	—	—	—	2,582,564
Courts	178,160	—	—	—	178,160
Clerk and council	242,736	—	—	—	242,736
Public works	1,553,506	—	—	—	1,553,506
Planning and zoning	658,334	—	—	—	658,334
Parks and recreation	390,186	—	—	—	390,186
Capital outlay	—	40,255	1,915,891	4,299,119	6,255,265
Debt service:					
Principal retirement	—	—	95,000	—	95,000
Interest and fiscal charges	—	—	96,476	—	96,476
Total Expenditures	6,853,663	40,255	2,107,367	4,299,119	13,300,404
Revenues Over (Under) Expenditures	1,783,308	161,969	(1,828,691)	1,484,529	1,601,115
Other Financing Sources (Uses)					
Transfers in	109,012	—	—	—	109,012
Transfers out	—	(109,012)	—	—	(109,012)
Sale of capital assets	—	—	—	7,000	7,000
Total Other Financing Sources (Uses)	109,012	(109,012)	—	7,000	7,000
Net Changes In Fund Balances	1,892,320	52,957	(1,828,691)	1,491,529	1,608,115
Fund Balances - Beginning Of Year	7,790,992	649,330	2,366,816	7,582,050	18,389,188
Fund Balances - End Of Year	\$ 9,683,312	\$ 702,287	\$ 538,125	\$ 9,073,579	\$ 19,997,303

CITY OF WILDWOOD, MISSOURI

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES

For The Year Ended December 31, 2007

Net Change In Fund Balances - Governmental Funds \$ 1,608,115

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 costs of those assets are allocated over estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays over the capitalization threshold of \$2,349,178 exceeded depreciation of \$589,400 in the current period. 1,759,778

The net effect of various transactions involving capital assets (i.e., sales, trade-ins, disposals, exchanges, donations) is to increase net assets. 1,559,270

Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds. 459,324

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

Amortization of bond discount	(802)
Amortization of bond issuance costs	(2,912)
Repayment of bond principal	95,000

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 governmental funds.

Accrued interest	966
Accrued compensated absences	(4,418)

Change In Net Assets Of Governmental Activities \$ 5,474,321

CITY OF WILDWOOD, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2007

1. Summary Of Significant Accounting Policies

The City of Wildwood, Missouri (the City) was incorporated in 1995 and covers an area of over 68 square miles in St. Louis County, Missouri. The City is a charter city operating under an elected Mayor-City Council form of government. The City Administrator is the chief administrative officer of the City. The City provides services to more than 34,549 residents in many areas, including public safety (policy), public works, parks and recreation and various other social and administrative services.

The financial statements of the City of Wildwood, Missouri (the City) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

Reporting Entity

The financial statements of the City include the financial activities of the City and its component units. The criteria used in determining the scope of the reporting entity is based on the provisions of GASB Statement No. 14, *The Financial Reporting Entity* (GASB 14), as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units – an amendment of GASB 14*. The requirements for inclusion as a component unit are based primarily upon whether the City is considered financially accountable for the potential component unit. The City is financially accountable if it appoints a voting majority of a potential component unit's governing body and is able to impose its will on that potential component unit, or because the potential component unit will provide a financial benefit or impose a financial burden on the City. The City does not have any component units.

Basis Of Presentation

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds).

Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the activities of the primary government. The effect of interfund activity has been removed from these statements.

CITY OF WILDWOOD, MISSOURI

Notes To Basic Financial Statements (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are 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 and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes, unrestricted interest earnings and other items not included among program revenues are reported instead as general revenues.

Fund Financial Statements

Following the government-wide financial statements are separate financial statements for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements. The total fund balances for all governmental funds is reconciled to total net assets for governmental activities as shown on the statement of net assets. The net change in fund balance for all governmental funds is reconciled to the total change in net assets as shown on the statement of activities in the government-wide financial statements.

Fund Accounting

The City uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with self-balancing accounts. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. Of the three categories of funds: governmental, proprietary and fiduciary, the City has only governmental funds.

Governmental Funds

Governmental funds are those through which governmental functions of the City are financed. The acquisition, use, and balances of the City's expendable financial resources and the related liabilities are accounted for through governmental funds. The measurement focus is upon determination of and changes in financial position rather than upon net income. The following are the City's major governmental funds:

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

Escrow And Traffic Generation Assessment (TGA) Fund - The Escrow and TGA Fund is a Special Revenue Fund used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. This fund consists of amounts collected for planning, zoning and subdivision inspection escrow funds and TGA collections.

CITY OF WILDWOOD, MISSOURI

Notes To Basic Financial Statements (*Continued*)

Town Center Sewer Improvement Fund - The Town Center Sewer Improvement Fund is a Special Revenue Fund used to account for special assessment revenue to be used for the construction of sewer improvements.

Capital Projects Fund - The Capital Projects Fund accounts for financial resources to be used for the acquisition or construction of major capital facilities.

Measurement Focus And Basis Of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets and liabilities associated with the operation of the City are included in the statement of net assets. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Revenues are recognized as soon as they are both 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 government considers revenues to be available if they are collected within 60 days of the end of the 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 (i.e. matured).

Revenues - Exchange And Nonexchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year.

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include grants, entitlements and donations. The City does not levy a property tax. Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

CITY OF WILDWOOD, MISSOURI

Notes To Basic Financial Statements (*Continued*)

Sales, utility, franchise taxes, licenses, court fines, 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. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the City.

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

Unearned/Deferred Revenues

Unearned revenues arise when assets are recognized before revenue recognition criteria have been satisfied. Certain grants received before eligibility requirements are met are reported as unearned revenues.

In governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

Cash And Investments

Investments that have a maturity date of less than one year at the time of purchase are carried at cost or amortized cost because of their short-term maturities. Investments that have a maturity date of greater than one year at the time of purchase are carried at fair value. Fair value is based on quoted market prices.

Special Assessments Receivable

Special assessments receivable represents the residents' portion of sewer improvements which have been completed and billed. The City's portion of such improvements are expended as incurred. At the time of the levy, special assessments receivable in the amount of the levy and deferred revenue equal to the amount that is not currently available are recognized in the fund that provides the resources.

Capital Assets

Capital assets, which include property, equipment, and infrastructure (e.g., roads, bridges, sidewalks, and similar items), are reported in the government-wide financial statements. Capital assets are defined by the City as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. During 2007, the City received \$1,559,270 of contributed assets.

The cost of normal maintenance and repairs that do not enhance functionality or materially extend the asset's life is not capitalized.

CITY OF WILDWOOD, MISSOURI

Notes To Basic Financial Statements (Continued)

In accordance with the provisions of GASB Statement No. 34, general government infrastructure assets have not been capitalized retroactively at January 1, 2003.

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

<u>Asset</u>	<u>Years</u>
Land improvements	15 - 20
Building	40
Vehicles	7
Equipment	5 - 7
Infrastructure	10 - 50

Compensated Absences

The City's personnel policy imposes limits on the maximum accrual accumulation of vacation time. Upon termination, qualified accumulated vacation will be paid to the employee. Sick leave is not paid upon termination, but will be paid only upon illness while in the employment of the City.

Accumulated unpaid vacation, compensatory time, and personal leave are accrued as earned. These amounts are recorded in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if the amounts due at year end have matured.

The City's liability for accrued compensated absences are liquidated by the General Fund.

Long-Term Liabilities

In the government-wide financial statements, long-term debt and other long-term obligations are reported as noncurrent liabilities in the governmental activities statement of net assets. Bond premiums and discount, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount.

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

CITY OF WILDWOOD, MISSOURI

Notes To Basic Financial Statements (*Continued*)

Net Assets

In the government-wide financial statements, net assets are displayed in three components as follows:

Invested In Capital Assets - This consists of capital assets, net of accumulated depreciation. The City does not have debt related to its capital assets.

Restricted - This consists of net assets that are legally restricted by outside parties or by law through constitutional provisions or enabling legislation.

Unrestricted - This consists of net assets that do not meet the definition of "restricted" or "invested in capital assets."

Reserved Fund Balance

Reserved fund balance represents the portion of fund balance that is not available for subsequent year appropriations or is legally segregated for a specific future use. Designated fund balances represent tentative plans for future use of financial resources that are subject to change.

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. Encumbrances outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year. For budgetary purposes, encumbrances are treated as budgeted expenditures in the year of the incurrence of the commitment to purchase.

Interfund Transactions

Transactions between the City's various funds are accounted for as revenues and expenditures or expenses in the funds involved if they are similar to transactions with organizations external to City government.

Activity between funds that is representative of borrowing/lending arrangements outstanding at the end of the fiscal year is referred to as either "due to/due from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balance."

All receivables are shown net of an allowance for doubtful accounts, if applicable.

CITY OF WILDWOOD, MISSOURI

Notes To Basic Financial Statements (Continued)

In the process of aggregating data for the statement of net assets and the statement of activities some amounts reported on interfund activity and balances in the funds have been eliminated or reclassified. Interfund receivables and payable were eliminated to minimize the “grossing up” effect on assets and liabilities within the governmental activities column.

Use Of Estimates And Assumptions

The preparation of basic financial statements in conformity with U.S. generally accepted accounting principles 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.

2. Deposits And Investments

The City’s investment policy conforms to the investment policy guidelines set forth by the State of Missouri. The City’s investment policy authorizes the City to invest in the following instruments: insured or collateralized certificates of deposit, collateralized repurchase agreements, United States treasury securities, United States agency obligations (as outlined in the policy), bankers’ acceptances, commercial paper, and money market mutual funds. As of December 31, 2007, all of the City’s investments were in compliance with the City’s investment policy.

Any bond ordinance, contract or other document, which imposes more stringent standards for investments than those set forth in the policy, shall govern the investment of such funds.

A summary of deposits and investments, maturities and credit risk as of December 31, 2007 is as follows:

	Carrying Value	Fair Value	Less Than One Year	1 - 5 Years	Credit Risk
Certificates of deposit	\$ 3,782,064	\$ 3,786,339	\$ 1,740,383	\$ 2,045,956	N/A
Repurchase agreements	16,875,000	16,875,000	16,875,000	—	*
Federal Home Loan Bank Notes	97,903	97,834	97,834	—	AAA
Total Investments	20,754,967	20,759,173	\$ 18,713,217	\$ 2,045,956	
Cash Deposits	150,676	150,676			
	<u>\$ 20,905,643</u>	<u>\$ 20,909,849</u>			

* United States agency obligations collateralize these repurchase agreements. Collateral of \$510,804 is backed by the full faith and credit of the United States government. Collateral of \$798,078 is backed by United States Agency obligations with an AAA rating and the remaining balance is collateralized by United States Agency obligations that are unrated.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City's policy minimizes credit risk by:

1. Pre-qualifying the financial institutions, broker/dealers, intermediaries, and advisors with which the City will do business.
2. Diversifying the portfolio to reduce potential losses on individual securities.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The City's policy minimizes interest rate risk by:

1. Structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity.
2. Investing primarily in shorter-term securities.

Concentration Of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City's policy does not allow for more than 50% of the City's total investment portfolio to be invested in a single class of securities with the exception of U.S. Treasury securities and overnight repurchase agreements. The City's investment in repurchase agreements that are backed by collateral comprised of United States agency securities represents 99% of their portfolio of securities.

Custodial Credit Risk

For investments, custodial credit risk is the risk that in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of the investments or collateral securities that are in the possession of an outside party. In accordance with its policy, the City addresses custodial risk by pre-qualifying institutions with which the City places investments, diversifying the investment portfolio, and maintaining a standard of quality for investments.

For deposits, custodial credit risk is the risk that in the event of bank failure, the City's deposits may not be returned to it. Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution, or by a single collateral pool established by the financial institution.

CITY OF WILDWOOD, MISSOURI

Notes To Basic Financial Statements (*Continued*)

3. Capital Assets

Capital asset activity was as follows:

	Balance - January 1, 2007	Additions	Retirements	Balance - December 31, 2007
Government Activities:				
Capital assets, not being depreciated:				
Land	\$ 5,319,417	\$ 1,059,505	\$ —	\$ 6,378,922
Construction in process	1,435,271	2,498,365	185,648	3,747,988
Total capital assets not being depreciated	6,754,688	3,557,870	185,648	10,126,910
Capital assets, being depreciated:				
Land improvements	582,999	15,978	—	598,977
Buildings	628,263	—	—	628,263
Vehicles	132,018	20,483	19,928	132,573
Equipment	217,809	—	—	217,809
Infrastructure	11,691,298	499,765	—	12,191,063
Total capital assets being depreciated	13,252,387	536,226	19,928	13,768,685
Less accumulated depreciation for:				
Land improvements	15,654	31,840	—	47,494
Buildings	11,783	18,567	—	30,350
Vehicles	77,699	13,685	19,928	71,456
Equipment	119,786	26,031	—	145,817
Infrastructure	728,888	499,277	—	1,228,165
Total accumulated depreciation	953,810	589,400	19,928	1,523,282
Total capital assets being depreciated, net	12,298,577	(53,174)	—	12,245,403
Governmental activities capital assets, net	\$ 19,053,265	\$ 3,504,696	\$ 185,648	\$ 22,372,313

Depreciation expense for the year ended December 31, 2007 was charged to functions/programs of the primary government as follows:

Governmental activities:	
Administration	\$ 4,984
Public works	510,889
Planning and zoning	1,725
Parks and recreation	71,802
	<u>71,802</u>
	<u>\$ 589,400</u>

CITY OF WILDWOOD, MISSOURI

Notes To Basic Financial Statements (Continued)

4. Long-Term Liabilities

A summary of changes in long-term liabilities was as follows:

	Balance - January 1, 2007	Additions	Reductions	Balance- December 31, 2007	Amounts Due Within One Year
Governmental Activities					
Neighborhood improvement district bonds payable	\$ 2,565,000	\$ —	\$ 95,000	\$ 2,470,000	\$ 100,000
Compensated absences	95,770	96,763	92,345	100,188	100,188
	<u>\$ 2,660,770</u>	<u>\$ 96,763</u>	<u>\$ 187,345</u>	2,570,188	<u>\$ 200,188</u>
Less unamortized discounts, net				(14,160)	
				<u>\$ 2,556,028</u>	

Neighborhood Improvement District Bonds Payable

In September 2005, the City issued \$2,565,000 in Neighborhood Improvement District Bonds (Series 2005) that bear interest ranging from 3.1% to 4.4% for the construction of Town Center sewer improvements. The sewer improvements in Town Center are not capital assets of the City because the sewer system is maintained by a separate sewer district.

Maturities

Aggregate maturities required on long-term debt for governmental activities are as follows:

Years Ending December 31,	Neighborhood Improvement District Bonds Payable		
	Principal	Interest	Total
2008	\$ 100,000	\$ 93,453	\$ 193,453
2009	100,000	90,278	190,278
2010	105,000	86,945	191,945
2011	110,000	83,370	193,370
2012	115,000	79,544	194,544
2013 – 2017	630,000	332,209	962,209
2018 – 2022	765,000	197,948	962,948
2023 – 2025	545,000	35,991	580,991
	<u>\$ 2,470,000</u>	<u>\$ 999,738</u>	<u>\$ 3,469,738</u>

CITY OF WILDWOOD, MISSOURI

Notes To Basic Financial Statements (Continued)

5. Interfund Assets/Liabilities

Individual interfund assets and liabilities are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>December 31, 2007</u>
General Fund	Town Center Sewer Improvement Fund	\$ 2,565

The amounts due to or from individual funds represent interfund borrowings that arise in the normal course of business and are due to either timing differences or to the elimination of negative cash balances within various funds.

6. Interfund Transactions

Individual interfund transactions are as follows:

<u>Transfer In</u>	<u>Transfer Out</u>	<u>December 31, 2007</u>
General Fund	Escrows And TGA Fund	\$ 109,012

Interfund transfers were 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, 2) provide unrestricted revenues collected in the Escrows and TGA Fund to finance capital improvements and other activities in accordance with budgetary authorization, or 3) move revenues in excess of current year expenditures to other funds.

7. Operating Lease

The City is obligated under a real estate lease for building and office facilities, which is renewable annually. The City is also obligated under various equipment leases that expire through 2012. The leases are accounted for as operating leases. Total expenditures under the terms of the leases were \$118,836 for the year ended December 31, 2007.

CITY OF WILDWOOD, MISSOURI

Notes To Basic Financial Statements (Continued)

The scheduled future minimum lease payments under the leases are as follows:

<u>Year</u>	<u>Amount</u>
2008	\$ 110,061
2009	4,306
2010	2,652
2011	2,652
2012	663
	<hr/>
	\$ 120,334

8. Defined Contribution Plan

The City has a defined contribution retirement plan funded through the International City Management Association Retirement Corporation (ICMA). The plan was established by ordinance of the City Council on June 24, 1996. All full-time employees are eligible to participate in the plan after six months of service. Pursuant to the plan's provisions, the City is obligated to contribute 7% of each eligible employee's covered wages. Contributions are fully vested after two years of continuous service. Contributions to the plan for the year ended December 31, 2007 amounted to \$91,357. Any amendments to the plan would require City Council approval.

9. Commitments And Contingencies

The City maintains a contract with the St. Louis County Police Department to provide police services for the City. The contract amount is subject to annual adjustments upon renewal, and can be adjusted when both parties agree that special circumstances exist that requires additional services be provided. Total expenditures under the terms of the contract were \$2,579,844 for the year ended December 31, 2007. The current contract expires on December 31, 2008 and shall be renewed automatically each year for 14 one-year renewal terms through December 31, 2021, if the contract is not terminated by either party.

The City is a member of the Missouri Public Entity Risk Management Fund (MOPERM), which is a public entity risk pool for general liability, law enforcement liability, public officials errors and omissions, and automobile liability. The City pays an annual contribution to MOPERM for its insurance coverage. Should the contributions received not produce sufficient funds to meet obligations, MOPERM is empowered to make special assessments. Members of MOPERM are jointly and severally liable for all claims against MOPERM. Settled claims have not exceeded the City's commercial coverage in any of the past three years.

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the City's attorneys that the resolution of these matters will not have a material adverse effect on the financial condition of the City.

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WILDWOOD

Required Supplementary Information

CITY OF WILDWOOD, MISSOURI

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGET BASIS -
GENERAL FUND**

For The Year Ended December 31, 2007

	Original Budget	Final Budget	Actual	Over (Under) Budget
Taxes				
Sales tax	\$ 4,269,342	\$ 4,269,342	\$ 4,224,076	\$ (45,266)
Local option tax	80,750	80,750	82,974	2,224
Utilities tax				
Electric	930,000	930,000	992,802	62,802
Gas	630,000	630,000	621,819	(8,181)
Telephone	330,000	330,000	864,850	534,850
Water	165,000	165,000	170,830	5,830
Cable franchise	240,000	240,000	266,764	26,764
Cigarette tax	117,000	117,000	110,850	(6,150)
Total Taxes	6,762,092	6,762,092	7,334,965	572,873
Charges For Services				
False alarm fees	4,000	4,000	4,275	275
Subdivision inspections	40,000	40,000	51,171	11,171
Total Charges For Services	44,000	44,000	55,446	11,446
Fines And Forfeitures	449,800	449,800	525,053	75,253
Licenses And Permits				
Merchant licenses	43,000	43,000	48,097	5,097
Liquor license	9,500	9,500	9,990	490
Vending machine licenses	1,400	1,400	1,760	360
Permit fees	6,000	6,000	13,638	7,638
Planning and zoning permits/fees	40,000	40,000	28,571	(11,429)
Total Licenses And Permits	99,900	99,900	102,056	2,156
Intergovernmental Revenue	—	—	173,845	173,845
Investment Income	225,000	225,000	365,038	140,038
Miscellaneous				
Other	15,932	15,932	64,019	48,087
Parks revenue	8,000	8,000	6,189	(1,811)
10th anniversary celebration	12,500	12,500	10,360	(2,140)
Total Miscellaneous	36,432	36,432	80,568	44,136
Total Revenues	\$ 7,617,224	\$ 7,617,224	\$ 8,636,971	\$ 1,019,747

(Continued)

CITY OF WILDWOOD, MISSOURI

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGET BASIS -
GENERAL FUND**

For The Year Ended December 31, 2007

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Over</u>
	<u>Budget</u>	<u>Budget</u>		<u>(Under)</u>
				<u>Budget</u>
Expenditures				
Administration	\$ 1,090,455	\$ 1,253,370	\$ 1,248,177	\$ (5,193)
Police	2,584,844	2,584,844	2,582,564	(2,280)
Courts	192,875	192,875	178,160	(14,715)
Clerk and council	278,041	253,705	242,736	(10,969)
Public works	1,524,970	1,609,208	1,553,506	(55,702)
Planning and zoning	693,950	662,489	658,334	(4,155)
Parks and recreation	335,421	401,841	390,186	(11,655)
Total General Government	6,700,556	6,958,332	6,853,663	(104,669)
Revenues Over Expenditures	916,668	658,892	1,783,308	1,124,416
Other Financing Sources				
Transfers in	—	—	109,012	109,012
Transfers out	(2,500,000)	(2,500,000)	—	(2,500,000)
Total Other Financing Sources	(2,500,000)	(2,500,000)	109,012	2,609,012
Net Change In Fund Balance	\$ (1,583,332)	\$ (1,841,108)	1,892,320	\$ 3,733,428
Fund Balance - Beginning Of Year			<u>7,790,992</u>	
Fund Balance - End Of Year			<u>\$ 9,683,312</u>	

CITY OF WILDWOOD, MISSOURI

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGET BASIS -
ESCROWS AND TGA FUND**

For The Year Ended December 31, 2007

	Original Budget	Final Budget	Actual	Over (Under) Budget
Revenues				
Licenses and permits	\$ 200,000	\$ 200,000	\$ 62,062	\$ (137,938)
Investment income	25,000	25,000	140,162	115,162
Total Revenues	225,000	225,000	202,224	(22,776)
Expenditures				
Capital outlay	—	40,256	40,255	(1)
Revenues Over Expenditures	225,000	184,744	161,969	(22,775)
Other Financing Use				
Transfers out	—	—	(109,012)	109,012
Net Change In Fund Balances	\$ 225,000	\$ 184,744	52,957	\$ (131,787)
Fund Balance - Beginning Of Year			649,330	
Fund Balance - End Of Year			\$ 702,287	

CITY OF WILDWOOD, MISSOURI

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGET BASIS -
TOWN CENTER SEWER IMPROVEMENT FUND
For The Year Ended December 31, 2007**

	<u>Original</u>	<u>Final</u>		<u>Over</u>
	<u>Budget</u>	<u>Budget</u>	<u>Actual</u>	<u>(Under)</u>
				<u>Budget</u>
Revenues				
Special assessments	\$ 195,500	\$ 195,500	\$ 207,782	\$ 12,282
Investment income	35,000	35,000	70,894	35,894
Total Revenues	<u>230,500</u>	<u>230,500</u>	<u>278,676</u>	<u>48,176</u>
Expenditures				
Capital outlay	2,932	117,932	53,424	(64,508)
Debt service:				
Principal retirement	95,000	95,000	95,000	—
Interest and fiscal charges	96,476	96,476	96,476	—
Total Expenditures	<u>194,408</u>	<u>309,408</u>	<u>244,900</u>	<u>(64,508)</u>
Net Change In Fund Balances	<u>\$ 36,092</u>	<u>\$ (78,908)</u>	33,776	<u>\$ 112,684</u>
Adjustments To Reconcile To GAAP Basis				
Prior year encumbrances			<u>(1,862,467)</u>	
Net Change In Fund Balances - GAAP Basis			(1,828,691)	
Fund Balance - Beginning Of Year			<u>2,366,816</u>	
Fund Balance - End Of Year			<u>\$ 538,125</u>	

CITY OF WILDWOOD, MISSOURI

REQUIRED SUPPLEMENTARY INFORMATION NOTES TO BUDGETARY COMPARISON INFORMATION December 31, 2007

Explanation Of Budgetary Process

Budgets are adopted on a basis consistent with U.S. generally accepted accounting principles, except that encumbrances are recorded as expenditures for budget basis. Also, revenues and expenditures related to donated capital items are not budgeted. An annual appropriated budget is adopted for the General Fund, Escrow and TGA Fund, Town Center Sewer Improvement Fund, and Capital Projects Fund. All unencumbered appropriations lapse at fiscal year-end and are reappropriated in the ensuing year's budget.

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

- a. Prior to January 1, the City Administrator submits to the City Council a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures and the means of financing them for the General Fund, Escrow and TGA Fund, Town Center Sewer Improvement Fund, and Capital Projects Fund.
- b. Public hearings and open council meetings are held to obtain taxpayer comments.
- c. Prior to January 1, the budget is adopted by the City Council.
- d. Expenditures may not exceed budget appropriations at the departmental level.
- e. Current year budget includes amendments. The City Council must authorize amendments that increase total expenditures for any department. The City Administrator may authorize transfers within a department.



WILDWOOD

**Supplementary Information
Individual Fund Schedule**

CITY OF WILDWOOD, MISSOURI

SUPPLEMENTARY INFORMATION SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - BUDGET BASIS - CAPITAL PROJECTS FUND For The Year Ended December 31, 2007

	Original Budget	Final Budget	Actual	Over (Under) Budget
Revenues				
Taxes:				
Sales tax	\$ 1,930,000	\$ 1,930,000	\$ 2,005,240	\$ 75,240
Motor fuel/gas tax	1,400,000	1,400,000	1,386,531	(13,469)
Road and bridge tax	660,000	660,000	1,035,434	375,434
Total taxes	3,990,000	3,990,000	4,427,205	437,205
Intergovernmental	1,627,760	1,627,760	1,035,937	(591,823)
Investment income	150,000	150,000	315,286	165,286
Miscellaneous - contributions	3,000,000	3,000,000	5,220	(2,994,780)
Total Revenues	8,767,760	8,767,760	5,783,648	(2,984,112)
Expenditures				
Capital outlay	12,956,500	6,892,538	3,751,498	(3,141,040)
Revenues Over (Under) Expenditures	(4,188,740)	1,875,222	2,032,150	156,928
Other Financing Sources				
Sale of capital assets	—	—	7,000	7,000
Transfers in	2,799,269	2,799,269	—	(2,799,269)
Total Other Financing Sources	2,799,269	2,799,269	7,000	(2,792,269)
Net Change In Fund Balances	\$ (1,389,471)	\$ 4,674,491	2,039,150	\$ (2,635,341)
Adjustments To Reconcile To GAAP Basis				
Current year encumbrances			1,239,291	
Prior year encumbrances			(1,786,912)	
			<u>(547,621)</u>	
Net Change In Fund Balances - GAAP Basis			1,491,529	
Fund Balance - Beginning Of Year			<u>7,582,050</u>	
Fund Balance - End Of Year			<u>\$ 9,073,579</u>	

City of Wildwood, Missouri

Statistical Section



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

<u>Contents</u>	<u>Page</u>
Financial Trends	38
<i>These five (6) schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.</i>	
Revenue Capacity	44
<i>These three (2) schedules contain information to help the reader assess the factors affecting the City's current largest own source revenue.</i>	
Debt Capacity	46
<i>These four (4) 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.</i>	
Demographic And Economic Information	50
<i>These five (5) schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.</i>	
Operating Information	55
<i>These three (3) schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.</i>	

Sources: *Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in 2004.*

CITY OF WILDWOOD, MISSOURI

**NET ASSETS BY COMPONENT
Last Four Fiscal Years
(Accrual Basis Of Accounting)**

Schedule 1

Functions/Programs	Fiscal Year			
	2004	2005	2006	2007
Governmental activities				
Invested in capital assets	\$ 13,024,926	\$ 16,630,273	\$ 19,053,265	\$ 22,372,313
Restricted	5,328,829	9,625,651	12,870,457	12,471,152
Unrestricted	4,496,463	5,976,267	5,213,570	7,768,148
Total governmental activities net assets	\$ 22,850,218	\$ 32,232,191	\$ 37,137,292	\$ 42,611,613

Source: Basic Financial Statements

Note: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2004.

CITY OF WILDWOOD, MISSOURI

CHANGES IN NET ASSETS Last Four Fiscal Years (Accrual Basis Of Accounting)

Schedule 2

	Fiscal Year			
	2004	2005	2006	2007
Expenses				
Governmental activities:				
Administration	\$ 944,201	\$ 1,031,612	\$ 1,047,545	\$ 1,251,944
Police	2,247,311	2,358,110	2,471,643	2,582,564
Court	158,086	166,591	166,696	178,418
Clerk and council	195,872	284,465	229,079	243,595
Public works	3,724,383	4,443,257	4,886,219	5,963,060
Planning and zoning	645,389	656,087	694,420	661,332
Parks and recreation	76,133	93,239	259,686	465,655
Interest on long-term debt	—	—	97,925	99,224
Total governmental activities expenses	7,991,375	9,033,361	9,853,213	11,445,792
Program Revenues				
Governmental activities:				
Charges for services:				
Administration	50,546	54,403	54,001	59,847
Police	425,981	411,163	452,495	529,328
Planning and zoning	100,980	97,731	132,921	93,380
Operating grants and contributions	2,310,719	2,245,903	2,310,758	2,606,170
Capital grants and contributions	2,644,523	5,875,952	2,298,495	3,181,039
Total governmental activities program revenues	5,532,749	8,685,152	5,248,670	6,469,764
Net (Expense) Revenue				
Governmental activities	(2,458,626)	(348,209)	(4,604,543)	(4,976,028)
General Revenues And Other Changes In Net Assets				
Governmental activities:				
Taxes				
Sales taxes	5,916,550	6,126,152	6,059,758	6,312,290
Utilities taxes	1,777,811	1,989,344	2,024,739	2,650,301
Franchise taxes	236,843	226,897	258,204	266,764
Other taxes	119,798	117,014	116,374	110,850
Investment income	94,324	317,824	749,211	891,380
Traffic generation permits	205,313	173,567	181,270	62,063
Gain on land exchange	—	637,350	—	—
Other	78,852	142,034	120,088	156,701
Total governmental activities	8,429,491	9,730,182	9,509,644	10,450,349
Change In Net Assets				
Governmental activities	\$ 5,970,865	\$ 9,381,973	\$ 4,905,101	\$ 5,474,321

Source: Basic Financial Statements

Note: The City began to report accrual information when it implemented GASB Statement 34

CITY OF WILDWOOD, MISSOURI

GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE Last Four Fiscal Years (Accrual Basis Of Accounting)

Schedule 3

Fiscal Year	Sales Tax	Utility Tax	Franchise Tax	Other	Total
2004	\$ 5,916,550	\$ 1,777,811	\$ 236,843	\$ 119,798	\$ 8,051,002
2005	6,126,152	1,989,152	226,897	117,014	8,459,215
2006	6,059,758	2,024,739	258,204	116,374	8,459,075
2007	6,312,290	2,650,301 ⁽²⁾	266,764	110,850	9,340,205
Change 2004-2007	6.69%	49.08%	12.63%	-7.47%	16.01%

Source: Basic Financial Statements

- Note:
- (1) The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2004.
 - (2) Cellular Phone Companies began remitting Utility Gross Receipts Tax.

CITY OF WILDWOOD, MISSOURI
FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years

Schedule 4

	1998	1999 (1)	2000	2001	2002	2003	2004	2005	2006	2007
General Fund										
Reserved	\$ 6,056	\$ 3,666	\$ 326,279	\$ 1,066,882	\$ 33,199	\$ 27,861	\$ 51,393	\$ 82,371	\$ 40,708	\$ 69,085
Unreserved	1,912,791	3,345,176	4,974,990	5,523,809	3,395,645	3,173,222	4,549,194	6,109,630	7,750,284	9,614,227
Total general fund	\$ 1,918,847	\$ 3,348,842	\$ 5,301,269	\$ 6,590,691	\$ 3,428,844	\$ 3,201,083	\$ 4,600,587	\$ 6,192,001	\$ 7,790,992	\$ 9,683,312
All Other Governmental Funds										
Reserved	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 1,930,147	\$ 378,191	\$ 3,788,137	\$ 1,239,291
Unreserved, reported in:										
Special revenue funds	83,751	409,315	599,234	662,686	727,577	124,303	331,834	4,088,667 (2)	1,014,921 (2)	1,240,412
Capital projects funds	—	—	—	—	3,050,745	3,917,565	3,066,848	5,158,793	5,795,138	7,834,288
Total all other governmental funds	\$ 83,751	\$ 409,315	\$ 599,234	\$ 662,686	\$ 3,778,322	\$ 4,041,868	\$ 5,328,829	\$ 9,625,651	\$ 10,598,196	\$ 10,313,991

Source: Basic financial statements.

- Notes: (1) In 1999, the City's Capital Improvement Sales Tax was approved by voters
(2) In 2005, the City issued limited general obligation neighborhood improvement district bonds and special assessments. The proceeds were deposited into the Town Center Sewer Improvement Special Revenue Fund.

CITY OF WILDWOOD, MISSOURI

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS Last Ten Fiscal Years (Modified Accrual Basis Of Accounting)

Schedule 5

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Revenues										
Taxes	\$ 4,817,112	\$ 5,184,123	\$ 6,203,225	\$ 6,906,340	\$ 9,862,429	\$ 9,747,570	\$ 10,260,970	\$ 10,619,288	\$ 10,718,084	\$ 11,762,170
Charges for services	27,975	31,827	38,685	21,690	42,235	73,011	52,959	42,820	68,003	55,446
Special assessments	—	—	—	—	—	—	—	1,412,756	119,722	207,782
Fines and forfeitures	267,772	365,744	383,493	314,698	490,354	407,774	419,336	390,584	449,295	525,053
Licenses and permits	108,146	369,500	245,260	117,906	140,025	150,065	310,525	287,011	303,389	164,118
Intergovernmental	93,961	328,738	178,871	203,583	246,247	821,646	1,842,174	1,286,021	150,150	1,209,782
Investment income	115,036	194,893	242,616	219,013	106,655	72,179	94,324	317,824	749,212	891,380
Miscellaneous	31,658	26,846	3,297	9,553	11,847	53,797	626,952	213,934	1,091,635	85,788
Total revenues	5,461,660	6,501,671	7,295,447	7,792,783	10,899,792	11,326,042	13,607,240	14,570,238	13,649,490	14,901,519
Expenditures										
Administration	519,175	703,028	764,356	906,521	880,399	843,395	920,828	1,020,604	1,035,250	1,248,177
Police	1,236,031	1,530,410	1,634,448	1,727,303	1,836,284	1,986,731	2,246,403	2,358,110	2,471,643	2,582,564
Court	96,273	128,280	129,211	139,373	127,204	134,413	157,378	167,655	166,351	178,160
Clerk and Council	146,356	141,367	146,985	152,753	161,615	177,107	191,199	292,647	226,107	242,736
Public Works	2,764,702	2,065,184	1,798,596	3,132,602	1,241,234	1,399,913	1,429,086	1,311,062	1,309,180	1,553,506
Planning and Zoning	281,914	454,046	534,993	491,287	613,786	585,823	618,586	667,709	681,644	658,334
Parks and recreation	3,815	9,503	4,880	9,338	65,126	54,536	75,633	92,312	225,758	390,186
Community Development	—	—	—	—	—	—	—	—	—	—
Capital outlay	43,565	210,079	139,632	45,374	6,020,355	6,108,339	5,443,148	5,960,421	4,864,096	6,255,265
Debt service										
Interest	—	—	—	—	—	—	—	—	—	95,000
Principal	—	—	—	—	—	—	—	—	97,925	96,476
Cost of issuance	—	—	—	—	—	—	—	58,241	—	—
Total expenditures	5,091,831	5,241,897	5,153,101	6,604,551	10,946,003	11,290,257	11,082,261	11,928,761	11,077,954	13,300,404
Excess of revenues over (under) expenditures	369,829	1,259,774	2,142,346	1,188,232	(46,211)	35,785	2,524,979	2,641,477	2,571,536	1,601,115
Other Financing Sources (Uses)										
Proceeds from land exchange	—	—	—	—	—	—	—	697,790	—	—
Proceeds from NID Bonds	—	—	—	—	—	—	—	2,565,000	—	—
Discount on NID Bonds	—	—	—	—	—	—	—	(16,031)	—	—
Transfers in	61,078	89,380	89,024	61,203	2,202,437	2,392,908	12,118	269,127	138,466	109,012
Transfers out	(61,078)	(89,380)	(89,024)	(61,203)	(2,202,437)	(2,392,908)	(12,118)	(269,127)	(138,466)	(109,012)
Sale of capital assets	—	—	—	—	—	—	—	—	—	7,000
Total other financing source (uses)	—	—	—	—	—	—	—	3,246,759	—	7,000
Net change in fund balances	\$ 369,829	\$ 1,259,774	\$ 2,142,346	\$ 1,188,232	\$ (46,211)	\$ 35,785	\$ 2,524,979	\$ 5,888,236	\$ 2,571,536	\$ 1,608,115
Debt service as a percentage of non-capital expenditures	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.98%	1.58%	2.72%

Source: Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.

Notes: In 1999, the City's Capital Improvement Sales Tax was approved by voters. Partial year collection recorded in 1999.

The City's population nearly double according to the 2000 Census and therefore Sales Tax, Motor Fuel Tax, and Cigarette Tax revenue increased between 2001-2002

The City's Capital Project Fund was implemented in fiscal year 2002.

CITY OF WILDWOOD, MISSOURI

TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS Last Ten Fiscal Years (Modified Accrual Basis Of Accounting)

Schedule 6

Fiscal Year	Sales Tax ⁽⁵⁾	Utility Tax	Franchise Tax	Motor Fuel/ Gas Tax	Road And Bridge Tax	Other Tax	Total
1998 ⁽¹⁾	\$ 2,064,125	\$ 1,432,351	\$ 112,841	\$ 658,461	\$ 475,212	\$ 74,166	\$ 4,817,156
1999	2,167,621	1,543,498	146,479	685,013	565,958	75,554	5,184,123
2000	3,018,584	1,672,095	172,670	678,269	586,377	75,230	6,203,225
2001 ^{(2) (3)}	3,357,852	1,837,279	223,919	764,917	649,891	72,480	6,906,338
2002 ^{(2) (3)}	5,783,706	1,741,106	232,038	1,298,707	676,587	127,231	9,859,375
2003	5,706,983	1,777,133	219,107	1,338,655	580,921	124,771	9,747,570
2004	5,916,550	1,777,812	236,843	1,368,952	841,016	119,798	10,260,971
2005	6,126,152	1,989,344	226,897	1,348,203	811,678	117,014	10,619,288
2006	6,059,758	2,024,740	258,204	1,381,725	877,283	116,374	10,718,084
2007	6,312,290	2,650,301 ⁽⁴⁾	266,764	1,386,531	1,035,434	110,850	11,762,170
Change 1998-2007	205.81%	85.03%	136.41%	110.57%	117.89%	49.46%	144.17%

Source: Basic Financial Statements

- Notes:
- (1) In 1999, the City's Capital Improvement Sales Tax was approved by voters. Partial year collection recorded in 1999.
 - (2) The City participates in the County- wide Sales Tax sharing pool distributed on a per capita basis. The City's population nearly double according to the 2000 Census and therefore sales tax revenue increased between 2001-2002.
 - (3) Motor Fuel Tax, Motor Vehicle Sales Tax, and Cigarette tax are also distributed on a per capita basis and therefore were positively affected by the 2000 Census reported population increase.
 - (4) Cellular Phone Companies began remitting Utility Gross Receipts Tax.
 - (5) As set out in Section 32.057 of the Missouri Revised Statutes, it is a violation to make known in any manner the tax returns or departmental records derived from the Missouri Department of Revenue. Due to the confidentiality of earnings information, the above alternative information is provided to assist users in understanding this revenue source.

CITY OF WILDWOOD, MISSOURI

**UTILITY TAX REVENUE
Last Ten Fiscal Years**

Schedule 7

Fiscal Year	Utility Tax				Total
	Electric	Gas	Telephone	Water	
1998	\$ 709,668	\$ 258,022	\$ 347,681	\$ 116,980	\$ 1,432,351
1999	756,994	242,393	410,002	134,109	1,543,498
2000	764,621	347,937	430,456	129,081	1,672,095
2001	822,514	451,549	423,913	139,303	1,837,279
2002	851,812	344,033	395,901	149,360	1,741,106
2003	838,979	442,600	358,070	137,484	1,777,133
2004	841,133	481,091	321,082	134,505	1,777,812
2005	920,974	578,856	330,044	159,470	1,989,344
2006	929,416	625,384	306,884	163,056	2,024,740
2007	992,802	621,819	864,850 ⁽⁴⁾	170,830	2,650,301

Source: Basic Financial Statements

Notes:

- (1) The City does not levy a property tax.
- (2) The City participates in the County- wide Sales Tax sharing pool, therefore, sales tax is not the City's own source revenue.
- (3) The City levy's a 5% Gross Receipt Tax for Utilities.
- (4) Cellular Phone Companies began remitting Utility Gross Receipts Tax.

CITY OF WILDWOOD, MISSOURI

**PRINCIPAL UTILITY TAX PAYERS
Current Year And Nine Years Ago**

Schedule 8

Taxpayer	2007				1998			
	Utility Gross Receipts	Utility Tax Payment	Rank	Percentage Of Total Utility Tax Revenue	Utility Gross Receipts	Utility Tax Payment	Rank	Percentage Of Total Utility Tax Revenue
Ameren UE	\$ 19,856,040	\$ 992,802	1	37.46%	\$ 14,193,360	\$ 709,668	1	49.55%
Laclede Gas	12,436,400	621,820	2	23.46%	5,160,440	258,022	3	18.01%
AT & T (Southwestern Bell)	4,773,340	238,667	3	9.01%	5,910,577	295,529 ⁽¹⁾	2	20.63%
Missouri American Water	3,416,600	170,830	4	6.45%	2,339,600	116,980	4	8.17%
Total	\$ 40,482,380	\$ 2,024,119		76.37%	\$ 27,603,977	\$ 1,380,199		96.36%

Source: City of Wildwood Finance Department records.

Note: (1) 1998 AT&T (Southwestern Bell) Information estimated.

CITY OF WILDWOOD, MISSOURI
RATIOS OF OUTSTANDING DEBT BY TYPE
Last Two Fiscal Years

Schedule 9

(dollars in thousands)

Governmental Activities

Fiscal Year	NID Limited General Obligation Bonds	Less Reserve For Debt Service	Total Primary Government	Number Of Benefiting Property Owner	Average Per Benefiting Property Owner
2005	\$ 2,565	\$ (50)	\$ 2,515	52	\$ 48
2006	2,565	(50)	2,515	52	48
2007	2,470	(50)	2,420	61	40

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

- Notes: (1) In 2005, Neighborhood Improvement District Bonds of \$2,565,000 were issued for the Town Center Sewer Improvements. Prior to 2005, the City had no debt.
(2) Personal income information is currently unavailable.

CITY OF WILDWOOD, MISSOURI

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT As of December 31, 2007

Schedule 10

(dollars in thousands)

Governmental Unit	Debt Outstanding	Total Assessed Value	Assessed Value in Wildwood	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
St. Louis County	\$ 78,010	\$ 24,780,424	\$ 1,001,009	4.04%	\$ 3,151
Rockwood School District	154,325	3,574,141	978,646	27.38%	42,256
Meramec Valley School District	24,975	6,381	289	4.53%	1,131
Metro-West Fire Protection District	6,910	1,897,727	666,148	35.10%	2,426
Monarch Fire Protection District	2,875	2,323,424	258,605	11.13%	320
Eureka Fire Protection District	1,885	342,735	54,182	15.81%	298
MSD Extension	—	11,811,353	719,851	6.09%	—
Meramec River Basin Sewer District	—	3,600,397	61,177	1.70%	—
Subtotal, overlapping debt					49,582
City's Direct Debt	2,470	1,002,044	1,002,042	100.00%	2,470
Total Direct And Overlapping Debt					<u>\$ 52,052</u>

Source: The above-named jurisdictions, St. Louis County Real Estate Assessment rolls, and St. Louis County report of Assessed Valuation.

CITY OF WILDWOOD, MISSOURI
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years

Schedule 11

(dollars in thousands)

	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Net Assessed Value as of January 1	\$ 489,175	\$ 531,414	\$ 571,181	\$ 629,464	\$ 638,050	\$ 682,791	\$ 698,899	\$ 793,262	\$ 831,005	\$1,002,044
Debt limit	48,918	53,141	57,118	62,946	63,805	68,279	69,890	79,326	83,100	100,204
Total net debt applicable to limit	—	—	—	—	—	—	—	2,515	2,515	2,470
Legal debt margin	\$ 48,918	\$ 53,141	\$ 57,118	\$ 62,946	\$ 63,805	\$ 68,279	\$ 69,890	\$ 76,811	\$ 80,585	97,734
Total net debt applicable to the limit as a percentage of debt limit	0.0%	0.0%	0.0%	0.0%	0.0%	0.00%	0.00%	3.17%	3.03%	2.46%

Source: St. Louis County Real Estate Assessment rolls and notes to financial statements.

Note: Bonded indebtedness is limited by Sections 95.111 and 95.120 of the Missouri Revised Statues (1986) to 10% of the assessed value of taxable tangible property.

CITY OF WILDWOOD, MISSOURI

PLEDGE REVENUE COVERAGE

Current Fiscal Year

Schedule 12

Fiscal Year	Neighborhood Improvement District Bonds (3)				
		Special Assessment Collections	Debt Service		Coverage
			Principal	Interest	
2005	(1)	\$ 1,412,756	\$ —	\$ —	N/A
2006	(2)	119,722	—	97,925	1.22
2007		207,782	95,000	96,476	1.09

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

- Note:
- (1) Neighborhood Improvement District Bonds were issued in 2005. Special assessment collections started in the year of issuance though no debt service payments were due.
 - (2) First year of City's debt repayment obligation.
 - (3) Town Center Sewer Improvement District Bonds are backed by special assessments levied on properties benefiting from

CITY OF WILDWOOD, MISSOURI
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years

Schedule 13

Year	Wildwood Population	St. Louis County Population	St. Louis County Personal Income (thousands of dollars)	St. Louis County Per Capita Personal Income	Wildwood Personal Income (thousands of dollars)	Wildwood Per Capita Personal Income	School Enrollment		St. Louis County Unemployment Rate ⁽²⁾
							Rockwood School District	Meramec Valley School District	
1998	\$ 19,323	\$ 998,202	\$ 37,350,492	\$ 36,780	N/A	N/A	\$ 21,553	\$ 3,858	3.3%
1999	20,720	1,000,388	38,144,867	37,543	N/A	N/A	21,114	3,811	1.9%
2000	32,884	1,016,315	40,644,045	39,986	N/A	N/A	21,034	3,817	2.2%
2001	33,456	1,016,419	40,658,582	40,002	N/A	N/A	20,924	3,744	3.8%
2002	33,800	1,014,162	42,302,835	41,712	N/A	N/A	20,511	3,743	4.8%
2003	34,170	1,010,462	43,465,061	43,015	N/A	N/A	20,063	3,698	5.1%
2004	34,508	1,006,249	44,032,324	43,759	N/A	N/A	22,034	3,697	5.4%
2005	34,831	1,002,258	46,311,739	46,207	N/A	N/A	21,871	3,622	5.1%
2006	34,549	980,414	30,921,277	31,539	N/A	N/A	22,047	3,613	4.6%
2007	34,549 ⁽¹⁾	995,118	31,385,027 ⁽¹⁾	31,539 ⁽¹⁾	N/A	N/A	21,945	3,580	5.3%

Source: Population: U.S. Census Bureau - Census 2000, U.S. Census Bureau Archives, U.S. Census Bureau Estimates
School Enrollment Information: Rockwood and Meramec Valley School Districts and Missouri Department of Elementary and Secondary Education.
St. Louis County Personal Income and Per Capita Personal Income: U.S. Bureau of Commerce Bureau of Economic Analysis
Unemployment rate: St. Louis County Annual Report (Statistical Section) and U.S. Bureau of Labor Statistics

Note: (1) Estimate not available at time of publication. 2006 amounts used.
(2) Municipal Unemployment Rate Unavailable for Years other than 2000.
N/A - Not available

CITY OF WILDWOOD, MISSOURI

**PRINCIPAL EMPLOYERS
Current Year And Nine Years Ago**

Schedule 14

Employer	2007			1998		
	Employees	Rank	Percentage Of Total City Employment	Employees	Rank	Percentage Of Total City Employment
Rockwood School District	864	1	27.09%	755	1	40.03%
Hidden Valley Golf Course	195	2	6.11%	—	—	—
Laidlaw Transit, Inc.	176	3	5.52%	118	3	6.26%
Dierbergs Town Center (04)	150	4	4.70%	—	—	—
The Elegant Child	120	5	3.76%	—	—	—
Schnucks	119	6	3.73%	191	2	10.13%
Kelpe Contracting	88	7	2.76%	—	—	—
B&W Foundations	81	8	2.54%	85	4	4.51%
Oak Forest Skilled Care	60	9	1.88%	—	—	—
Branson Electric	50	10	1.57%	—	—	—
Total	1,903		59.67%	1,149		60.02%

Source: Business License database from Administration Department

Note: (1) Additional information for 1998 is not available

CITY OF WILDWOOD, MISSOURI

ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY Last Ten Fiscal Years

Schedule 15

(dollars in thousands)

Fiscal Year	Real Property				Total Real Property	Personal Property	Total Estimated Actual Value
	Residential Property	Commercial Property	Agricultural Property	Railroad And Utilities			
1998	\$ —	\$ —	\$ —	\$ —	\$ 2,152,213	\$ 214,803	\$ 2,367,016
1999	—	—	—	—	2,336,433	239,493	2,575,926
2000	—	—	—	—	2,384,866	277,389	2,662,255
2001	—	—	—	—	2,672,386	299,583	2,971,969
2002	—	—	—	—	2,781,534	296,751	3,078,285
2003	—	—	—	—	3,017,622	297,612	3,315,234
2004	2,975,021	46,838	16,183	50,606	3,088,648	301,563	3,390,211
2005	3,417,700	60,291	16,542	52,928	3,547,460	317,049	3,864,509
2006	3,585,416	64,156	16,358	52,222	3,718,152	331,713	4,049,865
2007	4,469,174	81,941	17,058	53,097	4,621,270	322,923	4,944,193

Source: St. Louis County Department of Revenue

Notes: (1) The City does not levy a property tax.

(2) Breakdown of estimated actual values by category prior to 2004 not available

CITY OF WILDWOOD, MISSOURI
ASSESSED VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years

Schedule 16

(dollars in thousands)

Fiscal Year	Real Property					Total Real Property	Personal Property	Taxable Assessed Total	Total Direct Tax Rate
	Residential Property	Commercial Property	Agricultural Property	Railroad And Utilities					
1998	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 417,574	\$ 71,601	\$ 489,175	—
1999	—	—	—	—	—	451,582	79,831	531,413	—
2000	—	—	—	—	—	470,381	92,463	562,844	—
2001	—	—	—	—	—	529,603	99,861	629,464	—
2002	—	—	—	—	—	539,133	98,917	638,050	—
2003	—	—	—	—	—	583,587	99,204	682,791	—
2004	565,254	14,988	1,942	16,194	—	598,377	100,521	698,898	—
2005	649,363	19,293	1,985	16,937	—	687,579	105,683	793,262	—
2006	681,229	20,530	1,963	16,711	—	720,434	110,571	831,005	—
2007	849,143	26,221	2,047	16,991	—	894,403	107,641	1,002,044	—

Source: St. Louis County Department of Revenue

Notes: The City does not levy a property tax.

Breakdown of assessed value by category prior to 2004 not available

Assessments are determined by the Assessor of St. Louis County as of January 1.

Assessments are based on a percentage of estimated actual values. Real property is classified as residential, agricultural, or commercial. Residential property is assessed at 19%, agricultural is assessed at 12%, and commercial is assessed at 32%. All railroad and utility property is assessed at 32%. All personal property (including railroad and utility) is assessed at 33 1/3%. Real property is reassessed biannually in odd-numbered years.

The City participates in the County-wide Sales Tax Sharing pool, therefore, sales tax is not the City's own source revenue.

CITY OF WILDWOOD, MISSOURI

DIRECT AND OVERLAPPING PROPERTY TAX RATES (Per \$100 Of Assessed Value) Last Ten Fiscal Years

Schedule 17

	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Taxes levied on all property in the City of Wildwood:										
City of Wildwood (1)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
State of Missouri	0.030	0.030	0.030	0.030	0.030	0.030	0.030	0.030	0.030	0.030
St. Louis County General	0.190	0.190	0.190	0.190	0.190	0.190	0.255	0.190	0.190	0.190
St. Louis County Park Maintenance	0.035	0.035	0.035	0.035	0.035	0.035	0.045	0.035	0.035	0.050
St. Louis County Bond Retirement	0.085	0.085	0.085	0.085	0.085	0.085	—	0.063	0.063	0.063
St. Louis County Road and Bridges	0.105	0.105	0.105	0.105	0.105	0.105	0.105	0.105	0.105	0.105
St. Louis County Health	0.165	0.165	0.165	0.165	0.165	0.165	0.175	0.165	0.165	0.150
St. Louis Community College	0.240	0.240	0.240	0.230	0.232	0.231	0.237	0.223	0.223	0.200
Special School district	0.620	0.620	0.623	0.835	0.849	0.864	0.905	0.840	0.824	0.908
Metropolitan Zoological Park and Museum District	0.232	0.227	0.232	0.222	0.222	0.226	0.276	0.265	0.261	0.233
Sheltered Workshop	0.085	0.085	0.085	0.085	0.085	0.085	0.085	0.085	0.085	0.085
St. Louis County Library	0.140	0.140	0.140	0.140	0.140	0.140	0.150	0.150	0.150	0.150
Total	<u>\$ 1.927</u>	<u>\$ 1.922</u>	<u>\$ 1.930</u>	<u>\$ 2.122</u>	<u>\$ 2.138</u>	<u>\$ 2.156</u>	<u>\$ 2.263</u>	<u>\$ 2.151</u>	<u>\$ 2.131</u>	<u>\$ 2.164</u>
School districts (2):										
Rockwood	4.490	4.480	4.525	4.421	4.439	4.790	4.633	4.507	4.418	3.999
Meramec Valley	3.440	3.440	3.630	3.621	3.563	3.626	4.040	4.130	4.220	4.310
Fire protection districts (3)										
Metro West	1.030	1.030	1.021	0.972	0.997	1.105	1.098	1.045	1.087	1.074
Monarch	1.030	1.020	1.019	0.995	0.979	1.124	1.067	1.045	1.042	1.039
Eureka	1.280	1.290	1.323	1.277	1.278	1.281	1.250	1.199	1.195	1.078
Sewer districts (4)										
Metropolitan St. Louis Sewer District (Extension)	0.020	0.020	0.020	0.019	0.019	0.019	0.019	0.019	0.019	0.067
SD-34 Meramec River Basin	0.070	0.070	0.070	0.070	0.070	0.070	0.070	0.070	0.070	0.070

Notes:

- (1) The city does not levy a property tax.
- (2) All property is located in one of the two school districts whose boundaries include part of the City.
- (3) All property is located in one of the three fire protection districts whose boundaries include part of the City.
- (4) All property is located in one of the two sewer districts whose boundaries include part of the City.

Source: St. Louis County Collector

CITY OF WILDWOOD, MISSOURI

**FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES
BY FUNCTION/PROGRAM
Last Ten Fiscal Years**

Schedule 18

Function/ Program	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General government										
Administration	3.60	4.60	5.10	4.40	4.66	4.68	4.63	4.67	4.67	4.50
Clerk/Council	1.00	1.00	1.00	1.00	1.00	1.50	1.50	1.50	1.50	1.50
Municipal Court	1.40	1.40	1.40	1.60	1.60	1.50	1.50	1.50	1.50	1.50
Parks	—	—	—	—	—	—	—	—	1.00	1.00
Planning	5.00	6.00	6.50	6.50	6.50	6.50	6.50	6.50	7.00	7.00
Public Works	2.00	3.00	3.50	3.50	3.50	4.50	4.50	4.50	5.00	5.00
Total	13.00	16.00	17.50	17.00	17.26	18.68	18.63	18.67	20.67	20.50

Source: City of Wildwood Payroll Records

CITY OF WILDWOOD, MISSOURI
OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Four Fiscal Years

Schedule 19

Function/ Program	2003	2004	2005	2006	2007
Administration					
Business licenses issued	369	462	489	469	436
Vending licenses issued	54	54	40	52	49
Solicitor licenses issued					
City Clerk/Council					
Liquor licenses issued	16	19	16	22	21
Ordinances passed	117	108	110	120	110
Resolutions	50	35	31	33	35
Municipal Court					
Tickets processed	4,766	4,824	4,776	5,031	5,581
Letters written	1,665	1,675	1,720	2,353	2,153
Continuances allowed	6,439	6,282	4,749	4,685	4,871
Warrants issued	654	823	689	730	767
Cases closed	5,197	5,415	5,269	5,670	5,553
Parks					
Parks Dedications	N/A	—	—	2	—
Major Recreational Events Organized and Implemented	N/A	7	9	9	13
Other Recreational Events Organized and Implemented	N/A	>40	>60	>60	>60
Parks Facilities Maintained	N/A	3	4	4	5
Planning					
Subdivisions processed	N/A	N/A	N/A	29	50
Zoning authorizations	941	983	815	812	900
Zoning modifications processed	41	40	35	36	45
Public Works					
Grading permits issued	34	35	31	38	35
Special use permits issued	73	111	106	154	180
Special event permits issued	31	33	46	51	45
Floodplain development permits issued	3	4	—	2	4
Maintenance work orders issued	512	414	432	393	500

Source: City of Wildwood Annual Budget and City departments

Note: Information prior to 2003 was not available.

CITY OF WILDWOOD, MISSOURI
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
Last Four Fiscal Years

Schedule 20

Function/ Program	Fiscal Year				
	2003	2004	2005	2006	2007
Public Works					
Concrete Street Replacement (SY)	29,200	25,800	24,000	28,000	28,000
Concrete Sidewalk Replacement (SF)	14,500	11,900	12,300	25,600	18,900
Asphalt Resurfacing (MI)	11	13	11	10	11
Bridges Replaced	4	2	2	2	—
Trails Constructed (MI)	—	3	2	1	—
Parks and Recreation					
Acreage	23.00	50.50	50.50	66.77	73.94
Park Facilities	4	5	5	7	7
Playgrounds	—	—	—	2	2

Source: City departments

- Notes: (1) No capital asset indicators are available for the Administration, City Clerk/Council, Municipal Court, or Planning departments.
(2) Information prior to 2003 was not available.
(3) (SY) Square yards, (SF) Square Feet, (MI) Miles

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