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1-1-1998

## Comprehensive Annual Financial Report, 1997

City of Lake St. Louis

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***THE CITY OF LAKE SAINT LOUIS, MISSOURI***

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***COMPREHENSIVE ANNUAL***

***FINANCIAL REPORT***

***YEAR ENDED JUNE 30, 1997***

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***Prepared By: Office Of Administration***

**THE CITY OF LAKE SAINT LOUIS, MISSOURI**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

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**THE CITY OF LAKE SAINT LOUIS, MISSOURI**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

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The City provides a full range of non-utility municipal services. This includes police protection, public works, public improvement, planning and zoning, building inspections, engineering, parks and general administrative services.

## **ECONOMIC CONDITION AND OUTLOOK**

The City of Lake Saint Louis is located in St. Charles County and is well served by two major highways which makes the rest of the St. Louis region very accessible. Lambert-St. Louis International Airport is a 30 minute drive while the downtown St. Louis area is within a 45 minute drive of the City.

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

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

While the City is currently on sound financial footing, the administration continues to advocate appropriate economic development which will provide financial stability and growth for decades to come.

## **MAJOR INITIATIVES**

The interchange project, the second phase of the Henke Road project, the planning for the development of a city hall building, and the development of Hawk Ridge Business Park lead the list of major projects for the coming fiscal year. Completion of the interchange project is scheduled for May of 1998. The engineering for Henke Road Phase Two is scheduled for 1997 with construction planned for 1998. Marketing the Hawk Ridge Business Park continues to be a long term project that requires constant attention.

## **ACCOUNTING SYSTEM AND BUDGETARY CONTROL**

The City's accounting records for general governmental operations are maintained on a modified accrual basis, with the revenues being recorded when available and measurable, and expenditures being recorded when the services or goods are received and the liabilities are incurred.

The City's system of internal accounting controls are designed to provide reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles.

We believe that the City's internal accounting controls adequately safeguard its assets and provide reasonable assurance of proper recording of financial transactions.

Governmental fund expenditures totalled \$6,861,320, an increase of 83.3% from 1995/96. The increase in expenditures is due to the cost of the construction of the interchange and outer road projects, the construction of South Fox Hound Drive and the purchase of land at the Hawk Ridge Business Park.

Changes in levels of expenditures for major functions of the City over the preceding year are shown in the following tabulation:

<u>Function</u>	<u>1996/97</u>	<u>% OF TOTAL</u>	<u>1995/96</u>	<u>% OF TOTAL</u>	<u>INCREASE (DECREASE)</u>	<u>% INCREASE (DECREASE)</u>
Administration and finance	\$ 624,378	9.1%	\$ 555,174	14.8%	\$ 69,204	12.5%
Police	924,656	13.5	895,884	24.0	28,772	3.2
Community development	717,838	10.5	179,954	4.8	537,884	298.9
Economic development	93,800	1.4	56,547	1.5	37,253	65.9
Public works	773,530	11.3	897,322	24.0	( 123,792)	( 13.8)
Court	105,466	1.5	102,055	2.7	3,411	3.3
Parks	126,471	1.8	149,686	4.0	( 23,215)	( 15.5)
Recreation	38,139	.6	19,730	.5	18,409	93.3
Property management	3,020	—	1,148	—	1,872	163.1
Capital outlay	2,952,547	43.0	402,096	10.8	2,550,451	634.3
Debt service	<u>501,475</u>	<u>7.3</u>	<u>482,717</u>	<u>12.9</u>	<u>18,758</u>	<u>3.9</u>
TOTAL EXPENDITURES	<u>\$6,861,320</u>	<u>100.0%</u>	<u>\$3,742,313</u>	<u>100.0%</u>	<u>\$3,119,007</u>	<u>83.3%</u>

### DEBT ADMINISTRATION

The ratio of net bonded debt to assessed valuation and the amount of bonded debt per capita are useful indicators of the City's debt position to municipal management, citizens and investors. The ratio of net bonded debt to assessed valuation as of June 30, 1997, was 4.88%. The debt per capita for this same period was \$450.63.

Outstanding general obligation bonds at June 30, 1997, totalled \$4,446,072. These bonds, issued for street and drainage improvements, acquiring land and the construction of a Public Works maintenance facility, acquiring land and the development of a city park, and to assist in the acquisition and construction of a highway interchange, are considered to be net direct tax supported debt.

### CASH MANAGEMENT

Cash temporarily idle during the year was invested in certificates of deposit ranging in terms from 60 to 360 days and in money market investment accounts. During the fiscal year ended June 30, 1997, the City's cash resources were divided between demand deposits (89%) and investments (11%). The amount of interest earned was \$199,188, an increase of \$38,708 from the 1995/96 fiscal year. This difference is due to the interest earned on monies received from St. Charles County for the South Fox Hound Drive and Henke Road Projects.

## INDEPENDENT AUDIT

It is the policy of the City of Lake Saint Louis to have an independent audit of all books and accounts, financial records and transactions of the City made at the close of each fiscal year. This audit is performed annually by a Certified Public Accountant who is selected by the Board of Aldermen. The 1996/97 fiscal year's audit has been completed and the auditor's opinion is included in this report.

## CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING

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 of Lake Saint Louis for its comprehensive annual financial report for the fiscal year ended June 30, 1996. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

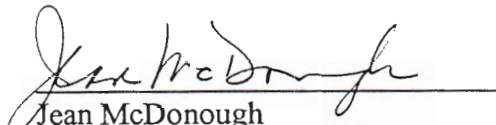
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal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


A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

## ACKNOWLEDGMENTS

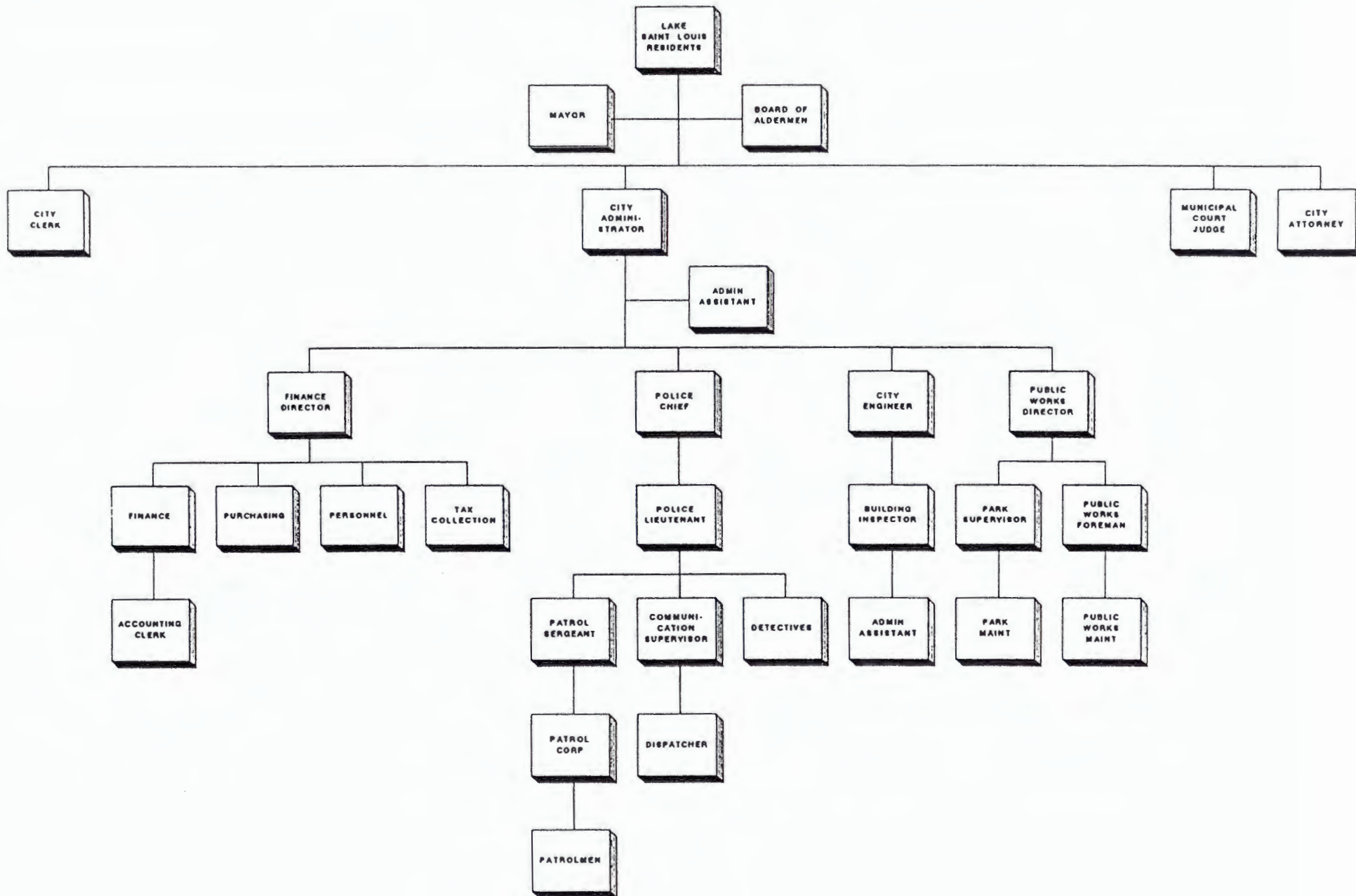
The preparation of this report could not have been accomplished without the efficient and dedicated services of the staff of the Office of Administration. We would like to express our appreciation to all who assisted and contributed to its preparation. We would also like to thank the Mayor and the Board of Alderman for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectively submitted,

  
\_\_\_\_\_  
Jean McDonough  
Director of Finance

  
\_\_\_\_\_  
Ronald A. Nelson  
City Administrator

# THE CITY OF LAKE SAINT LOUIS, MISSOURI ORGANIZATIONAL CHART





FINANCIAL SECTION

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**THE CITY OF LAKE SAINT LOUIS, MISSOURI**  
 COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
 JUNE 30, 1997

	<u>GOVERNMENTAL FUNDS</u>			<u>PROPRIETARY FUNDS</u>	<u>FIDUCIARY FUND</u>	<u>ACCOUNT GROUPS</u>	
	<u>GENERAL</u>	<u>DEBT SERVICE</u>	<u>CAPITAL PROJECTS</u>	<u>ENTERPRISE</u>	<u>AGENCY</u>	<u>GENERAL FIXED ASSETS</u>	<u>GENERAL LONG-TERM DEBT</u>
<b>ASSETS</b>							
Cash and cash equivalents	\$ 734,635	\$ 150,626	\$ 777,473	\$ 291,286	\$ —	\$ —	\$ —
Investments	48,763	—	200,000	690,863	209,194	—	—
Receivables:							
Real estate taxes, interest and penalties	7,942	2,914	—	—	—	—	—
Utility gross receipts taxes	39,903	—	—	—	—	—	—
Franchise fees	23,536	—	—	—	—	—	—
State gas and vehicle taxes	54,760	—	—	—	—	—	—
Sales tax	71,596	—	—	—	—	—	—
Other	50,231	—	—	21,393	—	—	—
Due from:							
Other funds	110,703	—	—	130,553	—	—	—
Other governmental agencies	189,801	—	—	—	—	—	—
Prepaid expenditures:							
Insurance	61,412	—	—	—	—	—	—
Sewer connections	15,726	—	21,164	—	—	—	—
Others	18,576	—	—	—	—	—	—
Inventory - improved land	—	—	—	323,679	—	—	—
Property and equipment (net where applicable, of accumulated depreciation)	—	—	—	6,488,521	—	3,439,538	—
Deferred charges	—	—	—	312,429	—	—	—
Amount available for retirement of bonds	—	—	—	—	—	—	153,540
Amount to be provided for retirement of long-term debt	—	—	—	—	—	—	4,522,532
<b>TOTAL ASSETS</b>	<b>\$1,427,584</b>	<b>\$ 153,540</b>	<b>\$ 998,637</b>	<b>\$8,258,724</b>	<b>\$ 209,194</b>	<b>\$3,439,538</b>	<b>\$4,676,072</b>

**THE CITY OF LAKE SAINT LOUIS, MISSOURI**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES -**  
**ALL GOVERNMENTAL FUND TYPES**  
**FOR THE YEAR ENDED JUNE 30, 1997**

	<u>GENERAL</u>	<u>DEBT SERVICE</u>	<u>CAPITAL PROJECTS</u>
<b>REVENUES</b>			
Taxes	\$2,013,984	\$ 425,501	\$ —
Intergovernmental	990,662	—	330,000
Fees, licenses, and permits	275,707	—	—
Interest	28,599	9,945	160,644
Recreation	51,251	—	—
Miscellaneous	<u>160,506</u>	<u>—</u>	<u>—</u>
TOTAL REVENUES	<u>3,520,709</u>	<u>435,446</u>	<u>490,644</u>
<b>EXPENDITURES</b>			
Current:			
Administration	463,439	—	—
Finance	160,939	—	—
Police	924,656	—	—
Community development	717,838	—	—
Economic development	93,800	—	—
Public works	647,399	—	126,131
Court	105,466	—	—
Parks	126,471	—	—
Recreation	38,139	—	—
Property management	3,020	—	—
Capital outlay	306,343	—	2,646,204
Debt service:			
Principal, interest and fiscal charges	<u>9,209</u>	<u>452,891</u>	<u>39,375</u>
TOTAL EXPENDITURES	<u>3,596,719</u>	<u>452,891</u>	<u>2,811,710</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	( 76,010)	( 17,445)	(2,321,066)
<b>OTHER FINANCING SOURCES (USES)</b>			
Operating transfers in	—	—	1,140,429
Operating transfers out	<u>( 29,929)</u>	<u>—</u>	<u>(1,110,500)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>( 29,929)</u>	<u>—</u>	<u>29,929</u>
<b>EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES</b>	( 105,939)	( 17,445)	(2,291,137)
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>490,358</u>	<u>170,985</u>	<u>3,166,876</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 384,419</u>	<u>\$ 153,540</u>	<u>\$ 875,739</u>

The accompanying notes are an integral part of these financial statements.

**THE CITY OF LAKE SAINT LOUIS, MISSOURI**  
**COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES**  
**IN FUND EQUITY**  
**PROPRIETARY FUNDS - ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 1997**

<b>SALES</b>	\$ 100,000
<b>COST OF SALES</b>	<u>20,869</u>
<b>GROSS PROFIT</b>	<u>79,131</u>
<b>OPERATING REVENUES</b>	
Golf fees	1,223,632
Merchandise sales	9,548
Food and beverage sales	116,827
Miscellaneous	<u>12,819</u>
<b>TOTAL OPERATING REVENUES</b>	<u>1,362,826</u>
<b>TOTAL OPERATING REVENUES         AND GROSS PROFIT</b>	<u>1,441,957</u>
<b>OPERATING EXPENSES</b>	
Administration	184,729
Pro Shop	206,730
Golf carts	10,642
Golf course maintenance	390,659
Snack bar	38,815
Contracted services	8,632
Signage and marketing	9,332
Depreciation (includes amortization of capital leases)	115,481
Amortization	17,853
Miscellaneous	<u>8,115</u>
<b>TOTAL OPERATING EXPENSES</b>	<u>990,988</u>
<b>OPERATING INCOME</b>	<u>450,969</u>
<b>NON-OPERATING REVENUES (EXPENSE)</b>	
Interest revenue	52,969
Interest expense	<u>( 614,130)</u>
<b>TOTAL NON-OPERATING         REVENUES (EXPENSE)</b>	<u>( 561,161)</u>
<b>NET LOSS</b>	\$( <u>110,192</u> )

-continued-

The accompanying notes are an integral part of these financial statements.

**THE CITY OF LAKE SAINT LOUIS, MISSOURI**  
**COMBINED STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS - ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 1997**

<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash received from customers	\$1,387,685
Cash received from sale of inventory - improved land	100,000
Cash paid to suppliers	( 861,658)
Cash received from other funds	76,922
Cash paid to other funds	( 45,000)
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>657,949</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Principal payments - certificates of participation	( 35,000)
Principal payments - notes payable	( 11,000)
Principal payments - capital leases	( 64,876)
Interest paid	( 613,997)
Acquisition of capital assets	( 850)
NET CASH USED IN CAPITAL AND RELATED FINANCING ACTIVITIES	<u>( 725,723)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest received	<u>52,969</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>( 14,805)</b>
<b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b>	<u>306,091</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u><u>\$ 291,286</u></u>

The accompanying notes are an integral part of these financial statements.

## **NOTES TO THE FINANCIAL STATEMENTS**

The Notes to the Financial Statements include a summary of accounting policies followed and information used by the City that are judged to be most appropriate for full disclosure in the preparation of the financial statements.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued**

The following is a summary of the more significant accounting policies:

B. **FUND ACCOUNTING**

The City uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types." The following fund types and account groups are used by the City:

**GOVERNMENTAL FUNDS**

Governmental funds are those through which most 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. Capital expenditures and debt service of a general governmental nature are also included. The City uses the following governmental fund types:

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

**Debt Service Funds** - Debt Service Funds are used to account for the accumulation of resources for, and the payment of general long-term debt principal, interest and related costs.

**Capital Projects Funds** - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital assets.

**PROPRIETARY FUNDS**

Proprietary funds are used to account for the City's ongoing organizations and activities which are similar to those often found in the private sector, where determination of net income is necessary or useful to sound financial administration.



1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued**

Those revenues susceptible to accrual are property taxes, franchise taxes, special assessments, licenses, interest revenue, charges for services, and certain State and Federal grants. Sales taxes collected and held by the state at year end on behalf of the government also are recognized as revenue. Fines, permits and parking meter revenues are not susceptible to accrual because generally they are not measurable until received in cash.

Proprietary funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

The City has elected not to follow Financial Accounting Standards Board (FASB) pronouncements issued after November 30, 1989 for its proprietary funds.

D. **CASH AND CASH EQUIVALENTS**

For purposes of the statement of cash flows, the City considers all highly liquid debt instruments with a maturity of three months or less to be cash equivalents.

E. **FIXED ASSETS**

General fixed assets have been acquired for general governmental purposes. Assets purchased are recorded as expenditures in the governmental funds and are capitalized at historical cost in the General Fixed Assets Account Group. Contributed fixed assets are recorded at fair market value at the date received. No depreciation has been provided on general fixed assets.

Certain improvements, including roads, bridges, sidewalks, drainage systems and lighting systems have not been capitalized. Such assets are immovable and of value only to the City.

Fixed assets purchased with proprietary funds are reported as assets within those funds and accordingly, are included on their balance sheet. Interest incurred during the construction phase of proprietary fund fixed assets is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period. Depreciation of assets in proprietary funds is computed over the estimated useful lives using the straight-line method. Depreciation is recorded as of the date the assets are placed in service.

The estimated useful lives are as follows:

<u>Assets</u>	<u>Life</u>
Buildings	40 years
Vehicles	7 years
Equipment	3 -10 years

F. **INVESTMENTS**

Investment securities are carried at cost which approximates market.

3. **CASH AND INVESTMENTS**

**Deposits** - At year-end, the carrying value of the City's deposits was \$2,202,783. The bank balances totalled \$2,718,808. Of the bank balances, \$200,000 was covered by federal depository insurance and \$2,518,808 was collateralized with securities held by the pledging financial institution's trust department or agent in the City's name. The City's deposits at year-end were entirely covered by federal depository insurance or collateralized.

**Investments** - Statutes authorize the City to invest in obligations of the U.S. Treasury, agencies and instrumentalities, state backed instrumentalities, and repurchase agreements. These statutes do not apply to investments of the Public Facilities Authority and the Deferred Compensation Plan and as such there are no restrictions on these investments.

The City's investments are categorized below to give an indication of the level of risk assumed at year-end. Category 1 includes investments that are insured or registered, or for which the securities are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counter party's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counter party, or by its trust department or agent, but not in the City's name.

	<u>CATEGORY</u>			<u>CARRYING VALUE</u>	<u>MARKET VALUE</u>
	<u>1</u>	<u>2</u>	<u>3</u>		
Public Facilities Authority (Golf Course)					
- U.S. securities and agencies	\$ <u>      </u>	\$ <u>690,863</u>	\$ <u>      </u>	\$690,863	\$687,192
Investments not subject to categorization:					
Deferred compensation plan				<u>209,194</u>	<u>209,194</u>
TOTAL				<u>\$900,057</u>	<u>\$896,386</u>

4. **PROPERTY TAX**

The City's property tax is levied by September 1st of each year based on the assessed value listed as of the prior January 1st for all property located in the City. Property taxes are due by December 31st, following the levy date, and a lien is placed on the property as of January 1st if the taxes are not paid by the due date. Assessed values are established by the St. Charles County Assessor subject to review by the Board of Equalization.

The assessed value for property located in the City as of December 31, 1996, was \$88,176,295.

6. **FIXED ASSETS - continued**

General fixed assets are grouped by function as follows:

	<u>LAND</u>	<u>BUILDINGS</u>	<u>AUTOMOTIVE</u>	<u>FURNITURE, FIXTURES &amp; EQUIPMENT</u>	<u>IMPROVEMENTS</u>	<u>TOTAL</u>
Administration	\$ 627,264	\$ —	\$ —	\$ 59,847	\$ —	\$ 687,111
Finance	—	—	—	34,710	—	34,710
Public safety	—	—	189,345	110,060	—	299,405
Community development	—	—	13,209	27,747	—	40,956
Parks	548,149	296,618	25,447	83,513	144,318	1,098,045
Public works	<u>448,824</u>	<u>491,300</u>	<u>139,217</u>	<u>199,970</u>	<u>—</u>	<u>1,279,311</u>
<b>TOTAL</b>	<b><u>\$1,624,237</u></b>	<b><u>\$ 787,918</u></b>	<b><u>\$ 367,218</u></b>	<b><u>\$ 515,847</u></b>	<b><u>\$ 144,318</u></b>	<b><u>\$3,439,538</u></b>

A summary of enterprise fund type property and equipment at June 30, 1997, follows:

Land	\$1,258,863
Parking lot	238,802
Golf course	3,905,506
Buildings	671,074
Automotive	10,827
Furniture, fixtures and equipment	<u>675,036</u>
<b>TOTAL</b>	<b>6,760,108</b>
Less: accumulated depreciation	<u>271,587</u>
<b>NET PROPERTY, PLANT AND EQUIPMENT</b>	<b><u>\$6,488,521</u></b>

7. **THE CITY OF LAKE SAINT LOUIS PUBLIC FACILITIES AUTHORITIES**

The City of Lake Saint Louis Public Facilities Authority (City Hall Project), a not-for-profit corporation, was formed in 1990 to facilitate the acquisition of a site for a City Hall. Funding of the City Hall Project was provided through the issuance of Series 1990 Leasehold Revenue Bonds. The Bonds do not constitute a legal debt or liability for the City, the State of Missouri, or for any political subdivision thereof and do not constitute an indebtedness within the meaning of any constitutional or statutory debt limitation or restriction. The issuance of the Bonds does not obligate the City to levy any form of taxation therefore or to make any appropriation for their payment in any fiscal year. The PFA (City Hall Project) has no taxing power.

Concurrent with the issuance of these Series 1990 Leasehold Revenue Bonds, the City entered into a lease agreement dated September 1, 1990, whereby the City Hall site acquired by the PFA is being leased to the City. The lease is renewable for up to fourteen consecutive one-year terms commencing on July 1 in the years 1991 through 2004, plus a final renewal term commencing on July 1, 2004, and terminating on September 1, 2004.

8. **CAPITAL LEASES** - continued

The assets acquired through capital leases are as follows:

Furniture, fixtures and equipment	\$338,498
Less: accumulated depreciation	<u>108,204</u>
<b>TOTAL</b>	<b><u>\$230,294</u></b>

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 1997, are as follows:

Year Ending <u>June 30</u>	
1998	\$ 98,514
1999	87,099
2000	<u>64,164</u>
Total minimum lease payments	249,777
Less: amount representing interest	<u>20,434</u>
Present value of minimum lease payments	<b><u>\$229,343</u></b>

9. **LONG-TERM DEBT**

A. **General Obligation Bonds Payable** are recorded in the General Long-term Debt Account Group and are serviced through the Debt Service Fund. Principal and interest payments are provided from the proceeds of a property tax levy. At June 30, 1997, General Obligation Bonds Payable consist of the following individual issues:

General Obligation Refunding Bond Series 1994	\$4,411,072
Interest rate - 4.0% - 6.2%	
Payments - principal and interest payments in varying amounts through 2014	
 General Obligation Refunding and Street Improvement Bonds Series 1991	 35,000
Interest rate - 5.6% - 7.0%	
Payments - principal and interest payments in varying amounts through 1999	 <u>                    </u>
 <b>TOTAL GENERAL OBLIGATION BONDS PAYABLE</b>	 <b><u>\$4,446,072</u></b>

9. **LONG-TERM DEBT** - continued

D. **Certificates of Participation Payable** were issued in 1993 in the name of the City of Lake St. Louis, Missouri, Public Facilities Authority (the PFA Municipal Golf Course and Business Park Project). The PFA-Municipal Golf Course and Business Park Project was formed as a Missouri not-for-profit corporation. The purpose of the PFA-Municipal Golf Course and Business Park Project is to acquire land and construct and equip an 18-hole municipal golf course and related facilities and a business park. Funding of such a project was provided through the issuance of the certificates of participation. The certificates of participation do not constitute a legal debt or liability for the City, the State of Missouri, or any political subdivision thereof and does not constitute an indebtedness within the meaning of any statutory debt limitation or restriction. The issuance of the certificates of participation does not obligate the City to levy any form of taxation or to make any appropriation for their payment in any fiscal year. The PFA-Municipal Golf Course and Business Park Project has no taxing power.

Certificates of Participation Payable consist of the following individual issue:

Certificates of Participation Series 1993  
 (Public Facilities Authority -  
 Municipal Golf Course and Business Park Project) \$7,965,000  
 Interest rate - 6.5% - 7.55%  
 Payments - principal and interest payments  
 in varying amounts through 2015

E. **Changes in Long-Term Debt** - The following is a summary of the City's long-term debt transactions for the year ended June 30, 1997, including long-term debt obligations of the Public Facilities Authorities:

	<u>BALANCE BEGINNING OF YEAR</u>	<u>ADDITIONS</u>	<u>RETIREMENTS</u>	<u>BALANCE END OF YEAR</u>
<b>GENERAL LONG-TERM DEBT ACCOUNT GROUP:</b>				
Bonds payable	\$4,896,077	\$ —	\$ 220,005	\$4,676,072
Notes payable	<u>8,747</u>	<u>—</u>	<u>8,747</u>	<u>—</u>
<b>TOTAL</b>	<u>\$4,904,824</u>	<u>\$ —</u>	<u>\$ 228,752</u>	<u>\$4,676,072</u>
<b>ENTERPRISE FUND:</b>				
Certificates of participation payable	\$8,000,000	\$ —	\$ 35,000	\$7,965,000
Notes payable	244,000	—	11,000	233,000
Leases payable	<u>294,219</u>	<u>—</u>	<u>64,876</u>	<u>229,343</u>
<b>TOTAL</b>	<u>\$8,538,219</u>	<u>\$ —</u>	<u>\$ 110,876</u>	<u>\$8,427,343</u>

9. **LONG-TERM DEBT** - continued

H. **Defeased Debt** - In prior years, the City has defeased various bond issues by creating separate irrevocable trust funds. New debt has been issued and the proceeds have been used to purchase U.S. government securities that were placed in the trust funds. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt has been considered defeased and therefore removed as a liability from the City's General Long-Term Debt Account Group.

The following schedule reflects the defeased debt of the City:

<u>TYPE</u>	<u>SERIES</u>	<u>DATE REFUNDED</u>	<u>OUTSTANDING AS OF REFUNDING</u>	<u>OUTSTANDING AT 6/30/97</u>	<u>CALL/ MATURITY DATES</u>
General Obligation Park Improvement Bonds-Refund	1988	4/1/94	\$ 850,000	\$ 525,000	3/1/1996-1999
General Obligation Refunding and Street Improvement Bonds	1991	4/1/94	\$3,910,000	<u>\$3,910,000</u>	3/1/2000
TOTAL DEFEASED DEBT				<u>\$4,435,000</u>	

10. **INTERFUND RECEIVABLES/PAYABLES**

Individual fund interfund receivable and payable balances at June 30, 1997, are as follows:

<u>FUND</u>	<u>INTERFUND RECEIVABLE</u>	<u>INTERFUND PAYABLE</u>
General Fund	\$110,703	\$ —
Enterprise Funds:		
Hawk Ridge Golf Club	—	194,864
Hawk Ridge Business Park	<u>130,553</u>	<u>46,392</u>
<b>TOTALS</b>	<u>\$241,256</u>	<u>\$241,256</u>

11. **RETAINED DEFICIT**

The Hawk Ridge Golf Club enterprise fund has a retained deficit of \$1,269,594 as of June 30, 1997.

13. **RETIREMENT FUND COMMITMENTS - continued**

C. Annual Pension Cost

For 1997, the political subdivision's annual pension cost of \$101,227 was equal to the required and actual contributions. The required contribution was determined as part of the February 28, 1995 and/or 1996 annual actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) a rate of return on the investment of present and future assets of 7.0% per year, compounded annually, before retirement and 4.0% per year, compounded annually, after retirement, (b) projected salary increases of 4.0% per year, compounded annually, attributable to inflation, (c) additional projected salary increases ranging from 0.0% to 4.0% per year, depending on age, attributable to seniority/merit, and (d) pre- and post-retirement mortality based on the 1984 Group Annuity Mortality table set back no years for men and 6 years for women. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The amortization period at February 28, 1997 was 28 years.

Three-Year Trend Information

<u>Fiscal Year</u> <u>Ending</u>	<u>Annual Pension</u> <u>Cost (APC)</u>	<u>Percentage Of</u> <u>APC Contributed</u>	<u>Net Pension</u> <u>Obligation</u>
06/30/95	\$65,760	100%	\$ —
06/30/96	\$82,314	100%	\$ —
06/30/97	\$101,227	100%	\$ —

14. **OPERATING LEASE**

The City leases its office space under a four-year operating lease expiring in August, 1997. Rent expense of \$86,279 has been allocated to various current expenditures in the general fund.

Future minimum lease payment is as follows:

June 30, 1998 \$12,437

15. **EXCESS OF EXPENDITURES OVER APPROPRIATIONS IN INDIVIDUAL FUNDS**

Excess of expenditures (including capital outlay and debt service) over appropriations in individual funds included the following:

	<u>Expenditures</u>	<u>Appropriations</u>	<u>Expenditures</u> <u>over</u> <u>Appropriations</u>
General Fund:			
Administration	\$ 618,157	\$ 553,899	\$ 64,258
Economic Development	93,800	91,182	2,618
Recreation	38,139	35,950	2,189
Property Management	3,020	3,000	20
Capital Projects:			
Interchange Fund	1,438,346	1,435,596	2,750
Outer Road Fund	1,333,989	1,248,206	85,783

16. **RISK MANAGEMENT**

The City is exposed to various risk of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Since the City was unable to obtain general liability insurance at a cost it considered to be economically justifiable, the City joined other political subdivisions organized under the auspices of the Missouri Intergovernmental Risk Management Association (MIRMA), a public entity risk pool. The District pays a member assessment to MIRMA for its general insurance coverage. Member assessments collected will be retained by MIRMA to pay losses, to purchase necessary excess insurance and insurance services, as well as pay the administrative expenses incurred to provide the "protected" program covering a catastrophe or a series of catastrophes.

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

17. **SEGMENT INFORMATION FOR ENTERPRISE FUNDS**

The City maintains three enterprise funds for the operations of an 18-hole municipal golf course, a business park and the area association for the business park. Segment information for the year ended June 30, 1997, is as follows:

	<u>HAWK RIDGE GOLF CLUB</u>	<u>HAWK RIDGE BUSINESS PARK</u>	<u>BUSINESS PARK AREA ASSOCIATION</u>	<u>TOTAL ENTERPRISE</u>
Operating Revenues and Gross Profit	\$1,354,426	\$ 79,131	\$ 8,400	\$1,441,957
Operating Expenses	<u>964,909</u>	<u>26,029</u>	<u>50</u>	<u>990,988</u>
Operating Income (Loss)	389,517	53,102	8,350	450,969
Non-operating Revenues (Expenses)	( 561,503)	<u>90</u>	<u>252</u>	( 561,161)
Net Income (Loss)	( <u>171,986</u> )	<u>53,192</u>	<u>8,602</u>	<u>110,192</u>
Current Year Capital Contributions	<u>54,291</u>	<u>—</u>	<u>—</u>	<u>54,291</u>
Total Assets	<u>7,790,101</u>	<u>456,135</u>	<u>12,488</u>	<u>8,258,724</u>
Total Liabilities	<u>8,732,421</u>	<u>47,404</u>	<u>—</u>	<u>8,779,825</u>
Certificates of Participation Payable	<u>7,965,000</u>	<u>—</u>	<u>—</u>	<u>7,965,000</u>
Total Equity	( <u>942,320</u> )	<u>408,731</u>	<u>12,488</u>	( <u>521,101</u> )
Net Working Capital	<u>312,539</u>	<u>408,731</u>	<u>12,488</u>	<u>733,758</u>
Depreciation	<u>115,481</u>	<u>—</u>	<u>—</u>	<u>115,481</u>
Amortization	<u>17,853</u>	<u>—</u>	<u>—</u>	<u>17,853</u>
Fixed Asset Additions	<u>850</u>	<u>—</u>	<u>—</u>	<u>850</u>
Residual Equity Transfers	<u>54,291</u>	( <u>54,291</u> )	<u>—</u>	<u>—</u>



## **COMBINING AND INDIVIDUAL FUNDS FINANCIAL STATEMENTS AND SCHEDULES**

The supplementary financial presentation contains data beyond what is included in the combined financial statements. This data is presented to provide additional financial information in order to better inform the users of the financial statements.

**THE CITY OF LAKE SAINT LOUIS, MISSOURI**  
**GENERAL FUND**  
**SCHEDULE OF REVENUES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 1997**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>
<b>TAXES</b>			
Property taxes	\$ 886,000	\$ 881,440	\$( 4,560)
Sales taxes - general	412,000	416,886	4,886
Sales taxes - transportation	206,000	208,443	2,443
Utility gross receipts	199,950	195,206	( 4,744)
Franchise tax receipts	296,000	285,712	( 10,288)
Cigarette taxes	<u>23,000</u>	<u>26,297</u>	<u>3,297</u>
TOTAL TAXES	<u>2,022,950</u>	<u>2,013,984</u>	<u>( 8,966)</u>
<b>INTERGOVERNMENTAL</b>			
Road and bridge rebates	146,950	148,947	1,997
Gas and vehicle rebates	294,000	295,722	1,722
Federal gasoline rebates	4,937	4,910	( 27)
County rebates	787,954	475,439	( 312,515)
MEG grant	20,870	22,210	1,340
C.O.P.S. grant	22,684	22,684	—
D.A.R.E. grant	<u>18,630</u>	<u>20,750</u>	<u>2,120</u>
TOTAL INTERGOVERNMENTAL	<u>1,296,025</u>	<u>990,662</u>	<u>( 305,363)</u>
<b>FEES, LICENSES, FINES, AND PERMITS</b>			
Architectural Review			
Board fees	15,000	17,350	2,350
Inspection fees	20,000	38,517	18,517
Mowing fees	2,000	1,095	( 905)
Platting fees	15,000	18,064	3,064
Merchant licenses	11,000	10,620	( 380)
Liquor licenses	7,078	6,903	( 175)
Court fines	145,000	149,093	4,093
Building permits	22,000	22,830	830
Park permits	2,000	1,660	( 340)
Other permits	<u>8,000</u>	<u>9,575</u>	<u>1,575</u>
TOTAL FEES, LICENSES AND PERMITS	<u>247,078</u>	<u>275,707</u>	<u>28,629</u>

- continued -

**THE CITY OF LAKE SAINT LOUIS, MISSOURI**  
**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 1997**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>
<b>ADMINISTRATION</b>			
Current:			
Personnel	\$ 245,488	\$ 252,545	\$ 7,057
Commodities	11,125	10,351	( 774)
Contractual	133,837	192,172	58,335
Maintenance	1,682	1,659	( 23)
Miscellaneous	7,048	6,712	( 336)
Capital outlay	153,886	153,885	( 1)
Debt service	<u>833</u>	<u>833</u>	<u>—</u>
<b>TOTAL ADMINISTRATION</b>	<u>553,899</u>	<u>618,157</u>	<u>64,258</u>
<b>FINANCE</b>			
Current:			
Personnel	118,645	116,625	( 2,020)
Commodities	15,750	14,243	( 1,507)
Contractual	27,179	26,170	( 1,009)
Maintenance	4,040	3,901	( 139)
Capital outlay	<u>2,595</u>	<u>2,595</u>	<u>—</u>
<b>TOTAL FINANCE</b>	<u>168,209</u>	<u>163,534</u>	<u>( 4,675)</u>
<b>POLICE</b>			
Current:			
Personnel	806,292	794,056	( 12,236)
Commodities	48,720	43,198	( 5,522)
Contractual	66,793	65,710	( 1,083)
Maintenance	25,940	21,346	( 4,594)
Miscellaneous	400	346	( 54)
Capital outlay	42,104	40,668	( 1,436)
Debt service	<u>843</u>	<u>843</u>	<u>—</u>
<b>TOTAL POLICE</b>	<u>991,092</u>	<u>966,167</u>	<u>( 24,925)</u>

-continued-

**THE CITY OF LAKE SAINT LOUIS, MISSOURI**  
**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 1997**

- continued -

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>
<b>COURT</b>			
Current:			
Personnel	\$ 69,570	\$ 69,602	\$ 32
Commodities	4,928	4,114	( 814)
Contractual	32,629	30,444	( 2,185)
Maintenance	1,340	1,306	( 34)
Capital outlay	346	346	—
Debt service	<u>843</u>	<u>843</u>	<u>—</u>
<b>TOTAL COURT</b>	<u>109,656</u>	<u>106,655</u>	<u>( 3,001)</u>
 <b>PARKS</b>			
Current:			
Personnel	73,466	72,754	( 712)
Commodities	33,700	31,234	( 2,466)
Contractual	19,439	14,764	( 4,675)
Maintenance	8,875	7,719	( 1,156)
Capital outlay	73,686	79,303	5,617
Debt service	<u>422</u>	<u>422</u>	<u>—</u>
<b>TOTAL PARKS</b>	<u>209,588</u>	<u>206,196</u>	<u>( 3,392)</u>
 <b>RECREATION</b>			
Current:			
Personnel	740	740	—
Commodities	22,210	21,924	( 286)
Contractual	11,000	13,308	2,308
Maintenance	<u>2,000</u>	<u>2,167</u>	<u>167</u>
<b>TOTAL RECREATION</b>	<u>35,950</u>	<u>38,139</u>	<u>2,189</u>
 <b>PROPERTY MANAGMENT</b>			
Current:			
Commodities	2,122	1,678	( 444)
Contractual	678	1,222	544
Maintenance	<u>200</u>	<u>120</u>	<u>( 80)</u>
<b>TOTAL PROPERTY MANAGEMENT</b>	<u>3,000</u>	<u>3,020</u>	<u>20</u>
 <b>TOTAL EXPENDITURES</b>	 <u>\$3,917,008</u>	 <u>\$3,596,719</u>	 <u>\$ ( 320,289)</u>

## **DEBT SERVICE FUND**

Debt Service Fund is used to account for resources used for the payments of principal, interest, and other expenditures on long-term general obligation debt.

General Obligation Bond Service Fund - to accumulate monies for payment of the principal and interest on the following bond issues:

General Obligation Refunding and Street Improvement Bond Series 1991

General Obligation Refunding Bond Series 1994

Financing is obtained through the levy of property taxes. Payments of principal and interest are to be made semiannually until 2014.

## CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for the receipt and disbursement of resources for the purpose of constructing or buying major capital assets.

**Public Facilities Authority Fund** - to account for the resources used to pay the principal and interest payments on the Leasehold Revenue Bonds Series 1990. The Leasehold Revenue Bonds were issued by The City of Lake Saint Louis Public Facilities Authority. The proceeds were used to obtain the site for a City Hall.

**Interchange Fund** - to account for the resources used in the planning and constructing of a highway interchange and related improvements and equipment at Interstate Highway 64 and Lake Saint Louis Boulevard.

**Outer Road Fund** - to account for the resources used for the planning and constructing of an outer road.

**THE CITY OF LAKE SAINT LOUIS, MISSOURI**  
 CAPITAL PROJECTS FUNDS  
 COMBINING STATEMENT OF REVENUES,  
 EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 1997

	PUBLIC FACILITIES AUTHORITY FUND			INTERCHANGE FUND			OUTER ROAD FUND			TOTAL ACTUAL
	BUDGET	ACTUAL	OVER (UNDER) BUDGET	BUDGET	ACTUAL	OVER (UNDER) BUDGET	BUDGET	ACTUAL	OVER (UNDER) BUDGET	
<b>REVENUES</b>										
Interest	\$ 1,600	\$ 1,829	\$ 229	\$ 60,000	\$ 74,638	\$ 14,638	\$ 76,000	\$ 84,177	\$ 8,177	\$ 160,644
Road rebate	—	—	—	—	—	—	330,000	330,000	—	330,000
<b>TOTAL REVENUES</b>	<u>1,600</u>	<u>1,829</u>	<u>229</u>	<u>60,000</u>	<u>74,638</u>	<u>14,638</u>	<u>406,000</u>	<u>414,177</u>	<u>8,177</u>	<u>490,644</u>
<b>EXPENDITURES</b>										
Public Works:										
Contractual	—	—	—	—	2,750	2,750	161,052	123,381	( 37,671)	126,131
Capital outlay	—	—	—	1,435,596	1,435,596	—	1,087,154	1,210,608	123,454	2,646,204
Debt Service:										
Principal and interest	38,000	38,000	—	—	—	—	—	—	—	38,000
Fiscal charges	1,500	1,375	( 125)	—	—	—	—	—	—	1,375
<b>TOTAL EXPENDITURES</b>	<u>39,500</u>	<u>39,375</u>	<u>( 125)</u>	<u>1,435,596</u>	<u>1,438,346</u>	<u>2,750</u>	<u>1,248,206</u>	<u>1,333,989</u>	<u>85,783</u>	<u>2,811,710</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	( 37,900)	( 37,546)	354	(1,375,596)	(1,363,708)	11,888	( 842,206)	( 919,812)	( 77,606)	(2,321,066)
<b>OTHER FINANCING SOURCES</b>										
Transfer from other funds	30,646	29,929	( 717)	—	1,110,500	1,110,500	—	(1,110,500)	(1,110,500)	29,929
<b>EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES</b>	\$ <u>( 7,254)</u>	( 7,617)	\$ <u>( 363)</u>	\$ <u>(1,375,596)</u>	( 253,208)	\$ <u>(1,122,388)</u>	\$ <u>( 842,206)</u>	(2,030,312)	\$ <u>(1,188,106)</u>	(2,291,137)
<b>FUND BALANCE - BEGINNING OF YEAR</b>		41,285			517,641			2,607,950		3,166,876
<b>FUND BALANCE - END OF YEAR</b>		\$ 33,668			\$ 264,433			\$ 577,638		\$ 875,739

## **PROPRIETARY FUNDS**

Enterprise Funds are established to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

**Hawk Ridge Golf Club** - to account for the operations of the Government's Public Golf Course.

**Hawk Ridge Business Park** - to account for the operations of the Government's Business Park.

**Hawk Ridge Business Park Area Association** - to account for the operations of the Business Park's Area Association.



	<u>HAWK RIDGE GOLF CLUB</u>	<u>HAWK RIDGE BUSINESS PARK</u>	<u>BUSINESS PARK AREA ASSOCIATION</u>	<u>TOTAL</u>
<b>LIABILITIES AND FUND EQUITY</b>				
<b>CURRENT LIABILITIES</b>				
Amounts due with one year:				
Notes payable	\$ 211,000	\$ —	\$ —	\$ 211,000
Leases payable	85,534	—	—	85,534
Certificates of participation payable	75,000	—	—	75,000
Accounts payable	11,282	12	—	11,294
Accrued expenses:				
Payroll	31,875	—	—	31,875
Sales tax	11,804	—	—	11,804
Interest	50,728	—	—	50,728
Due to other funds	194,864	46,392	—	241,256
Other	<u>4,525</u>	<u>1,000</u>	<u>—</u>	<u>5,525</u>
<b>TOTAL CURRENT LIABILITIES</b>	<u>676,612</u>	<u>47,404</u>	<u>—</u>	<u>724,016</u>
<b>LONG-TERM LIABILITIES</b>				
Notes payable	233,000	—	—	233,000
Leases payable	229,343	—	—	229,343
Certificates of participation payable	7,965,000	—	—	7,965,000
Less: amounts due within one year	<u>371,534</u>	<u>—</u>	<u>—</u>	<u>371,534</u>
<b>TOTAL LONG-TERM LIABILITIES</b>	<u>8,055,809</u>	<u>—</u>	<u>—</u>	<u>8,055,809</u>
<b>FUND EQUITY</b>				
Retained earnings (deficit):				
Unreserved	(1,269,594)	408,731	12,488	( 848,375)
Contributed capital	<u>327,274</u>	<u>—</u>	<u>—</u>	<u>327,274</u>
<b>TOTAL FUND EQUITY</b>	<u>( 942,320)</u>	<u>408,731</u>	<u>12,488</u>	<u>( 521,101)</u>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<u>\$7,790,101</u>	<u>\$ 456,135</u>	<u>\$ 12,488</u>	<u>\$8,258,724</u>

-continued-

	HAWK RIDGE GOLF CLUB		HAWK RIDGE BUSINESS PARK		BUSINESS PARK AREA ASSOCIATION		TOTAL
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	ACTUAL
<b>FUND EQUITY</b>							
Retained earnings (deficit):							
Balance - beginning of year		\$(1,097,608)		\$ 409,830		\$ 3,886	\$( 683,892)
Net income (loss)		( 171,986)		53,192		8,602	( 110,192)
Residual equity transfer		<u>—</u>		<u>( 54,291)</u>		<u>—</u>	<u>( 54,291)</u>
Balance - end of year		<u>(1,269,594)</u>		<u>408,731</u>		<u>12,488</u>	<u>( 848,375)</u>
Contributed capital:							
Balance - beginning of year		272,983		—		—	272,983
Contributions:							
Residual equity transfer		<u>54,291</u>		<u>—</u>		<u>—</u>	<u>54,291</u>
Balance - end of year		<u>327,274</u>		<u>—</u>		<u>—</u>	<u>327,274</u>
TOTAL FUND EQUITY		<u>\$( 942,320)</u>		<u>\$ 408,731</u>		<u>\$ 12,488</u>	<u>\$( 521,101)</u>

**RECONCILIATION OF OPERATING INCOME TO  
NET CASH PROVIDED BY OPERATING ACTIVITIES**

	<u>HAWK RIDGE GOLF CLUB</u>	<u>HAWK RIDGE BUSINESS PARK</u>	<u>BUSINESS PARK AREA ASSOCIATION</u>	<u>TOTAL</u>
<b>OPERATING INCOME</b>	\$ <u>389,517</u>	\$ <u>53,102</u>	\$ <u>8,350</u>	\$ <u>450,969</u>
 <b>ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>				
Depreciation	115,481	—	—	115,481
Amortization	17,853	—	—	17,853
(Increase) decrease in assets:				
Accounts receivable	24,859	—	—	24,859
Due from other funds	—	( 45,000)	—	( 45,000)
Prepaid expenses	2,481	—	—	2,481
Inventory	—	20,869	—	20,869
Increase (decrease) in liabilities:				
Accounts payable	( 34,693)	( 5,833)	—	( 40,526)
Accrued payroll	31,875	—	—	31,875
Sales tax payable	( 1,299)	—	—	( 1,299)
Due to other funds	45,200	31,722	—	76,922
Funds held in escrow	<u>2,465</u>	<u>1,000</u>	<u>—</u>	<u>3,465</u>
<b>TOTAL ADJUSTMENTS</b>	<u>204,222</u>	<u>2,758</u>	<u>—</u>	<u>206,980</u>
 <b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	 \$ <u><u>593,739</u></u>	 \$ <u><u>55,860</u></u>	 \$ <u><u>8,350</u></u>	 \$ <u><u>657,949</u></u>

## **FIDUCIARY FUND**

Agency Funds are used to account for assets held for individuals by the City as an agent.

**Deferred Compensation Fund** - to account for the assets under an IRS Section 457 deferred compensation plan open to all City employees.

## **REQUIRED SUPPLEMENTARY INFORMATION**

The required supplementary information contains historical information about participation in the Missouri Local Government Employees Retirement System. This information is intended to help users assess the retirement plan's funding status on a going-concern basis, assess progress being made in accumulating assets to pay benefits when due, and allow for comparisons with other public employee retirement systems (PERS).

## STATISTICAL SECTION (Unaudited)

The Statistical Data relates to the physical, economic, social and political characteristics of the City. Its design is to provide a broader and more complete understanding of the City and its financial affairs than is possible from the financial statements, notes and supporting schedule presentation in the Financial Section.

**THE CITY OF LAKE SAINT LOUIS, MISSOURI**  
 GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)  
 LAST TEN FISCAL YEARS

<u>FISCAL YEAR</u>	<u>GENERAL GOVERNMENTAL (2)</u>	<u>PUBLIC SAFETY (3)</u>	<u>PUBLIC WORKS</u>	<u>PUBLIC IMPROVEMENTS</u>	<u>PUBLIC PARKS (4)</u>	<u>PROPERTY MANAGEMENT</u>	<u>CAPITAL OUTLAY</u>	<u>DEBT SERVICE</u>	<u>TOTAL</u>
1987/88	\$ 390,791	\$ 604,907	\$ 297,277	\$ —	\$ 46,795	\$ —	\$ 139,465	\$ 241,331	\$1,720,566
1988/89	454,130	673,261	394,607	682,257	34,713	—	302,105	244,498	2,785,571
1989/90	466,807	735,817	413,408	717,018	129,055	—	55,158	338,163	2,855,426
1990/91	514,955	726,482	412,051	82,139	92,557	—	287,996	420,373	2,536,553
1991/92	556,591	773,758	396,102	7,573	104,570	—	76,357	668,407	2,583,358
1992/93	582,914	789,744	529,180	119,951	125,276	—	73,892	654,480	2,875,437
1993/94	634,299	902,679	506,908	689,562	126,331	—	54,667	425,215	3,339,661
1994/95	682,224	961,499	495,700	97,704	248,572	3,689	106,534	449,381	3,045,303
1995/96	791,675	997,939	586,910	310,412	169,416	1,148	402,096	482,717	3,742,313
1996/97	1,436,016	1,030,122	647,399	2,772,335	164,610	3,020	306,343	501,475	6,861,320

(1) Includes all Governmental Fund Types

(2) Includes Administration, Finance, Community Development and Economic Development

(3) Includes Police and Court

(4) Includes Parks and Recreation

**THE CITY OF LAKE SAINT LOUIS, MISSOURI**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**

<u>FISCAL YEAR</u>	<u>TOTAL TAX LEVY</u>	<u>CURRENT TAX COLLECTION</u>	<u>PERCENT OF CURRENT TAX COLLECTIONS</u>	<u>DELINQUENT TAX COLLECTIONS</u>	<u>RATIO OF TOTAL TAX COLLECTIONS</u>	<u>TOTAL TAX COLLECTION TO TOTAL TAX LEVY</u>	<u>DELINQUENT AND PROTESTED TAXES</u>	<u>RATIO OF DELINQUENT AND PROTESTED TAXES TO TOTAL TAX LEVY</u>
1987/88	\$ 766,967	\$ 706,059	92.06%	\$ 8,165	\$ 714,225	93.12%	\$ 66,241	8.64%
1988/89	855,137	796,134	93.10	78,126	874,261	102.24	64,426	7.53
1989/90	977,361	915,522	93.67	26,933	942,456	96.43	95,969	9.82
1990/91	1,010,943	942,262	93.21	77,821	1,020,084	100.90	80,691	8.56
1991/92	1,032,835	975,201	94.42	78,511	1,053,713	102.02	77,938	7.98
1992/93	1,070,188	994,349	92.91	67,502	1,061,896	99.23	80,970	7.57
1993/94	1,095,636	1,083,781	98.92	67,168	1,150,949	105.05	64,968	5.93
1994/95	1,114,144	1,089,180	97.76	31,672	1,120,852	100.60	33,786	3.03
1995/96	1,220,816	1,212,234	99.30	12,849	1,225,083	100.35	14,165	1.16
1996/97	1,299,636	1,296,084	99.73	12,359	1,308,443	100.68	10,857	.84



**THE CITY OF LAKE SAINT LOUIS, MISSOURI**

PROPERTY TAX RATES  
DIRECT AND OVERLAPPING GOVERNMENTS  
PER \$100 ASSESSED VALUE  
LAST TEN FISCAL YEARS

FISCAL YEAR	CITY OF LAKE SAINT LOUIS			WENTZVILLE SCHOOL DISTRICT			COUNTY OF ST. CHARLES			OTHER	TOTAL
	OPERATING	DEBT SERVICE	TOTAL CITY	OPERATING	DEBT SERVICE	TOTAL DISTRICT	OPERATING	DEBT SERVICE	TOTAL COUNTY		
1987/88	\$ .80	\$ .60	\$1.40	\$2.47	\$ .41	\$2.88	\$ .03	\$ .06	\$ .09	\$1.61	\$5.98
1988/89	.80	.60	1.40	2.47	.41	2.88	.03	.06	.09	.86	5.23
1989/90 (1)	.94	.46	1.40	2.45	.41	2.86	.11	.06	.17	1.02	5.45
1990/91	.96	.44	1.40	2.65	.41	3.06	.07	.03	.10	1.07	5.63
1991/92	.97	.43	1.40	2.70	.41	3.11	.07	.04	.11	1.07	5.69
1992/93	.97	.43	1.40	3.23	.46	3.69	.07	.04	.11	1.59	6.79
1993/94	.99	.43	1.42	3.17	.52	3.69	.07	.04	.11	1.63	6.85
1994/95	1.00	.43	1.43	3.51	.52	4.03	.04	.04	.08	2.01	7.55
1995/96	.99	.44	1.43	3.51	.52	4.03	.02	.04	.06	2.01	7.53
1996/97	.99	.48	1.47	3.51	.52	4.03	.02	.04	.06	2.22	7.78

(1) Reflects a November, 1988 election in which the voters of the City of Lake Saint Louis elected to transfer fifteen cents (0.15) of the tax levy from the Debt Service Fund to the General Fund

***THE CITY OF LAKE SAINT LOUIS, MISSOURI***

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES  
FOR GENERAL OBLIGATION BONDED DEBT  
TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES  
LAST TEN FISCAL YEARS

<u>FISCAL YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL DEBT SERVICE (EXCLUDING FISCAL CHARGES)</u>	<u>TOTAL GENERAL GOVERNMENTAL EXPENDITURES</u>	<u>RATIO OF DEBT SERVICE TO GENERAL GOVERNMENTAL EXPENDITURES</u>
1986/87	\$ 120,000	\$ 126,650	\$ 246,650	\$2,144,151	11.50%
1987/88	125,000	115,550	240,550	1,720,566	13.98
1988/89	140,000	103,675	243,675	2,785,571	8.75
1989/90	155,000	181,741	336,741	2,855,426	11.79
1990/91	270,000	148,744	418,744	2,536,553	16.51
1991/92	175,000	441,229	616,229	2,583,358	23.85
1992/93	210,000	381,049	591,049	2,914,624	20.28
1993/94	15,000	344,363	359,363	3,339,661	10.76
1994/95	165,000	248,970	413,970	3,045,303	13.59
1995/96	180,000	258,412	438,412	3,742,313	11.72
1996/97	200,000	250,912	450,912	6,861,320	6.57

***THE CITY OF LAKE SAINT LOUIS, MISSOURI***  
**CONSTRUCTION AND PROPERTY VALUES**  
**LAST TEN FISCAL YEARS**

FISCAL YEAR	PROPERTY VALUES			COMMERCIAL CONSTRUCTION		RESIDENTIAL CONSTRUCTION	
	COMMERCIAL	RESIDENTIAL	TOTAL	NUMBER OF UNITS	VALUE	NUMBER OF UNITS	VALUE
1987/88	\$ 8,298,360	\$45,163,120	\$53,461,480	0	\$ —	109	\$11,018,833
1988/89	10,828,290	48,827,020	59,655,310	1	1,000,000	76	9,170,500
1989/90	11,348,400	56,095,790	67,444,190	1	740,000	68	9,226,700
1990/91	11,968,230	57,681,180	69,649,410	1	40,000	52	6,402,500
1991/92	7,624,610	62,853,120	70,477,730	2	325,000	94	13,952,545
1992/93	8,043,220	65,538,430	73,581,650	1	350,000	107	15,152,373
1993/94	9,981,820	64,460,620	74,442,440	4	907,000	140	20,583,300
1994/95	10,203,760	66,899,740	77,103,500	4	1,518,000	117	16,547,875
1995/96	8,366,820	76,336,750	84,703,570	3	667,000	106	16,935,000
1996/97	8,466,620	79,013,080	87,479,700	7	8,970,000	120	19,931,347

***THE CITY OF LAKE SAINT LOUIS, MISSOURI***  
 COMPUTATION OF DIRECT AND OVERLAPPING DEBT  
 GENERAL OBLIGATION BONDS  
 JUNE 30, 1997

<u>JURISDICTION</u>	<u>OUTSTANDING GENERAL OBLIGATION INDEBTEDNESS</u>	<u>% APPLICABLE TO CITY</u>	<u>AMOUNT APPLICABLE TO CITY</u>
Direct:			
City of Lake Saint Louis	\$ 4,446,072	100.0%	\$ 4,446,072
Overlapping:			
St. Charles County	2,675,000	4.65	124,387
St. Charles County Community College	25,135,000	4.68	1,176,318
Wentzville School District	<u>23,650,000</u>	32.97	<u>7,797,405</u>
TOTAL	<u>\$55,906,072</u>		<u>\$13,544,182</u>

SOURCES: St. Charles County Finance Office, St. Charles County Community College and Wentzville School District

**THE CITY OF LAKE SAINT LOUIS, MISSOURI**  
 MISCELLANEOUS STATISTICS AND INFORMATION  
 JUNE 30, 1997

Date of Incorporation	May 27, 1975		
Form of Government	4th class		
Number of Employees:			
Classified	32		
Exempt	16		
Area in Square Miles	8		
City of Lake Saint Louis			
Facilities and Services:			
Miles of streets	48		
Culture and Recreation:			
Parks	2		
Park acreage	75		
Ball diamonds	6		
Police Protection:			
Number of stations	1		
Number of police personnel and officers	23		
Number of patrol units	12		
Number of Law Violations:			
Physical arrests	404 adult		
80 juvenile	484		
Traffic violations	3,217 tickets		
144 accidents	3,361		
Facilities and Services Not Included in the Reporting Entity:			
Fire Protection:			
Number of stations	2		
Number of fire personnel and officers	29		
Number of calls answered	330		
Number of inspections completed	350		
		Sewer System:	
		Miles of sanitary sewers	50
		Miles of storm sewers	50
		Number of treatment plants	1
		Number of service connectors	3,731
		Daily average treatment in gallons	890,000
		Maximum daily capacity of treatment in gallons	3,000,000
		Water System:	
		Miles of water mains	65
		Number of service connectors	3,334
		Number of fire hydrants	347
		Daily average consumption in gallons	1,088,000
		Maximum daily capacity of plant in gallons	4,000,000
		Education: (Wentzville School District)	
		Number of elementary schools	3
		Number of elementary school instructors	166
		Number of middle and high schools	3
		Number of middle and high school instructors	191
		Number of colleges	0
		Vocational instructors	0
		Hospitals:	
		Number of hospitals	1
		Number of beds	100
		Lake Saint Louis Community Association	
		Swimming pools	2
		Lakes	2
		Tennis courts	4