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City of Lake. St Louis

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THE CITY OF LAKE SAINT LOUIS, MISSOURI

***COMPREHENSIVE ANNUAL
FINANCIAL REPORT
YEAR ENDED JUNE 30, 2001***

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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INTRODUCTORY SECTION



August 15, 2001

Honorable Mayor and Board of Aldermen
City of Lake Saint Louis, Missouri

The Comprehensive Annual Financial Report of the City of Lake Saint Louis, Missouri for the fiscal year ended June 30, 2001 is submitted herewith. The report was prepared by the Finance Department. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

This report is presented for the purpose of providing the Board of Aldermen, the Administration, and the citizens of Lake Saint Louis with a detailed and complete report of financial activity during the fiscal year ended June 30, 2001. The Comprehensive Annual Financial Report is presented in three sections: introductory, financial and statistical. The introductory section includes this transmittal letter, organizational chart and a list of principal officials. The financial section includes the general purpose financial statements and the combining and individual fund and account group financial statements and schedules, as well as the auditor's report on the financial statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

THE REPORTING ENTITY

The City of Lake Saint Louis, Missouri was incorporated in 1975. The City was organized under state statute as a Fourth Class City. The Mayor, who is elected at large, and two aldermen from each of the City's three wards are elected to two year terms on a nonpartisan basis. A City Administrator, appointed by the Mayor and Board of Aldermen, is the chief administrative officer of the City and is responsible for the coordination and supervision of the operations of the City.

The City's Comprehensive Annual Financial Report includes all of the funds and account groups of the City. It includes all governmental organizations and activities for which the City is financially accountable and/or holds a majority ownership in accordance with the Governmental Accounting Standards Board Statement 14. All funds and account groups of the City are shown in the Table of Contents.



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 its name implies, the 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 an 18-hole golf course, 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 the City's planned community environment is demonstrated by the high quality and diversity of housing, well planned residential and commercial areas, and by an abundance of recreational amenities.

While the City 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 construction of the second phase of the Henke Road project, the reconstruction of the bridge over the spillway on Lake Saint Louis Boulevard, and working with St. Charles County on the engineering design of the extension of Feise Road leads the list of major projects for the coming fiscal year.

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.

In order to operate, the City annually prepares and approves, by motion of the Board of Aldermen, its budget to meet its financial requirements. The City Administrator is the Chief Budget Officer of the City.

Budget control is maintained at the object level by budget balances being checked prior to the release of purchase orders to vendors. Purchase orders which would result in an overextended line item are not released until additional appropriations are made except in the case of an emergency. All annual appropriations lapse at fiscal year end.

GOVERNMENTAL FUNDS

Governmental fund revenues totaled \$4,815,909 for the 2000/01 fiscal year, a decrease of 26.1% over the 1999/00 fiscal year. This decrease is primarily the result of the sale of the business park and golf course property, which occurred in June 2000.

The amount of revenue from various sources and the increase or decrease over the last fiscal year are shown in the following tabulation:

<u>REVENUE SOURCE</u>	<u>2000/01</u>	<u>% OF TOTAL</u>	<u>1999/00</u>	<u>% OF TOTAL</u>	<u>INCREASE (DECREASE)</u>	<u>% INCREASE (DECREASE)</u>
Taxes	\$2,996,316	61.5%	\$2,672,338	41.0%	\$ 323,978	12.1%
Intergovernmental	760,760	15.7	1,142,080	17.5	(381,320)	(33.4)
Fees, licenses, fines, and permits	651,056	13.5	583,414	8.9	67,642	11.6
Road rebate	1,822	.0	181,285	2.8	(85,941)	(47.4)
Interest	220,682	4.5	265,821	4.1	(45,139)	(17.0)
Recreation	50,680	1.0	46,165	.7	4,515	9.8
Land sale	—	—	1,447,818	22.2	(1,447,818)	(100.0)
Miscellaneous	<u>134,593</u>	<u>2.7</u>	<u>183,592</u>	<u>2.8</u>	<u>(48,999)</u>	<u>(26.7)</u>
TOTAL	<u>\$4,815,909</u>	<u>100.0%</u>	<u>\$6,522,513</u>	<u>100.0%</u>	<u>\$(1,613,082)</u>	

Allocations of the property tax levy by purpose for fiscal 2001 and the two preceding fiscal years are as follows (amount per \$100 assessed value):

PURPOSE	<u>2001</u>	<u>2000</u>	<u>1999</u>
General Fund	\$.880	\$.88	\$.93
Debt Service Fund	<u>.368</u>	<u>.23</u>	<u>.51</u>
TOTAL TAX RATE	<u>\$1.248</u>	<u>\$1.11</u>	<u>\$1.44</u>

Governmental fund expenditures totaled \$4,424,321, a decrease of 38.3% from 1999/00. The decrease in expenditures is due to the cost associated with the sale of business park property and the payoff of the related debt.

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

Function	2000/01	% OF TOTAL	1999/00	% OF TOTAL	INCREASE (DECREASE)	% INCREASE (DECREASE)
Administration and finance	\$ 618,859	14.0%	\$ 649,357	9.0%	\$(30,498)	(4.7)%
Police	1,464,603	33.1	1,248,292	17.4	(216,311)	(17.3)
Community development	321,784	7.3	287,085	4.0	34,699	12.1
Public works	615,125	13.9	835,761	11.7	(220,636)	(26.4)
Court	134,444	3.0	133,128	1.9	1,316	1.0
Parks	182,387	4.1	159,831	2.2	22,556	14.1
Recreation	—	—	77,218	1.1	(77,218)	100.0
Property management	5,898	.1	5,349	.1	549	10.3
Business Park	—	—	806,244	11.2	(806,244)	(100.0)
Capital outlay	456,138	10.3	855,932	12.0	(399,794)	(46.7)
Debt service	<u>625,083</u>	<u>14.2</u>	<u>2,109,803</u>	<u>29.4</u>	<u>(1,484,720)</u>	<u>(70.4)</u>
TOTAL EXPENDITURES	<u>\$4,424,321</u>	<u>100.0%</u>	<u>\$7,168,000</u>	<u>100.0%</u>	<u>\$(2,743,679)</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, 2001, was 4.41%. The debt per capita for this same period was \$471.

Outstanding general obligation bonds at June 30, 2001, totaled \$6,251,072. These bonds, issued for street and drainage improvements, 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 30 to 90 days and in money market investment accounts. During the fiscal year ended June 30, 2001, the City's cash resources were approximately divided between demand deposits (8%) and time deposits (92%). The amount of interest earned was \$220,682, a decrease of \$45,139 from the 1999/00 fiscal year.

CAPITAL PROJECTS

Proceeds of general obligation bond issues are accounted for in capital project funds until the improvement projects are completed. At the end of the fiscal year, completed projects are transferred to general fixed assets. The last project financed by general obligation bonds was to assist the Missouri State Highway Department with the construction, acquisition of property, engineering and planning of a highway interchange project at Missouri Highway 40/61 and Lake Saint Louis Blvd.

Also included in the Capital Projects Funds is the City of Lake Saint Louis, Missouri Public Facility Authority, a not-for-profit corporation created by the City under Internal Revenue Service Ruling 63-20. It was created with the intention of financing long-range capital improvements. During the current fiscal year, the entity was dissolved.

GENERAL FIXED ASSETS

The general fixed assets of the City are those fixed assets used in the performance of general governmental functions. As of June 30, 2001, the general fixed assets of the City amounted to \$3,309,644. This amount represents the original cost of the assets and is considerably less than their replacement value. Depreciation of general fixed assets is not recognized in the City's accounting system.

RISK MANAGEMENT

The City constantly strives to reduce the number and severity of accidents involving City employees. The City has established a Safety Committee that meets monthly to discuss, review and develop safety policies and procedures. A safety audit is conducted annually in cooperation with the Missouri Intergovernmental Risk Management Association, the City's insurance carrier.

PROSPECTS FOR THE FUTURE

The City's future financial prospects are extremely positive. Given the many recreational amenities offered by the community, given its easy access to major highways, and given its location in the "golden triangle" of St. Charles County, the city should continue to experience an enviable rate of residential growth.

In addition to residential growth, the City anticipates an increase in commercial development in the years ahead. With the construction of an interchange along Highway 40/61, with the addition of an outer road to service this interchange, and with the development of the Hawk Ridge Business Park, the City is optimistic that this will attract high quality commercial development.

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 2000/01 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, 2000. 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 Finance Office. 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.

Respectfully submitted,



Renee Roettger
Director of Finance

Certificate of Achievement for Excellence in Financial Reporting

Presented to

The City of Lake
Saint Louis, Missouri

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2000

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.

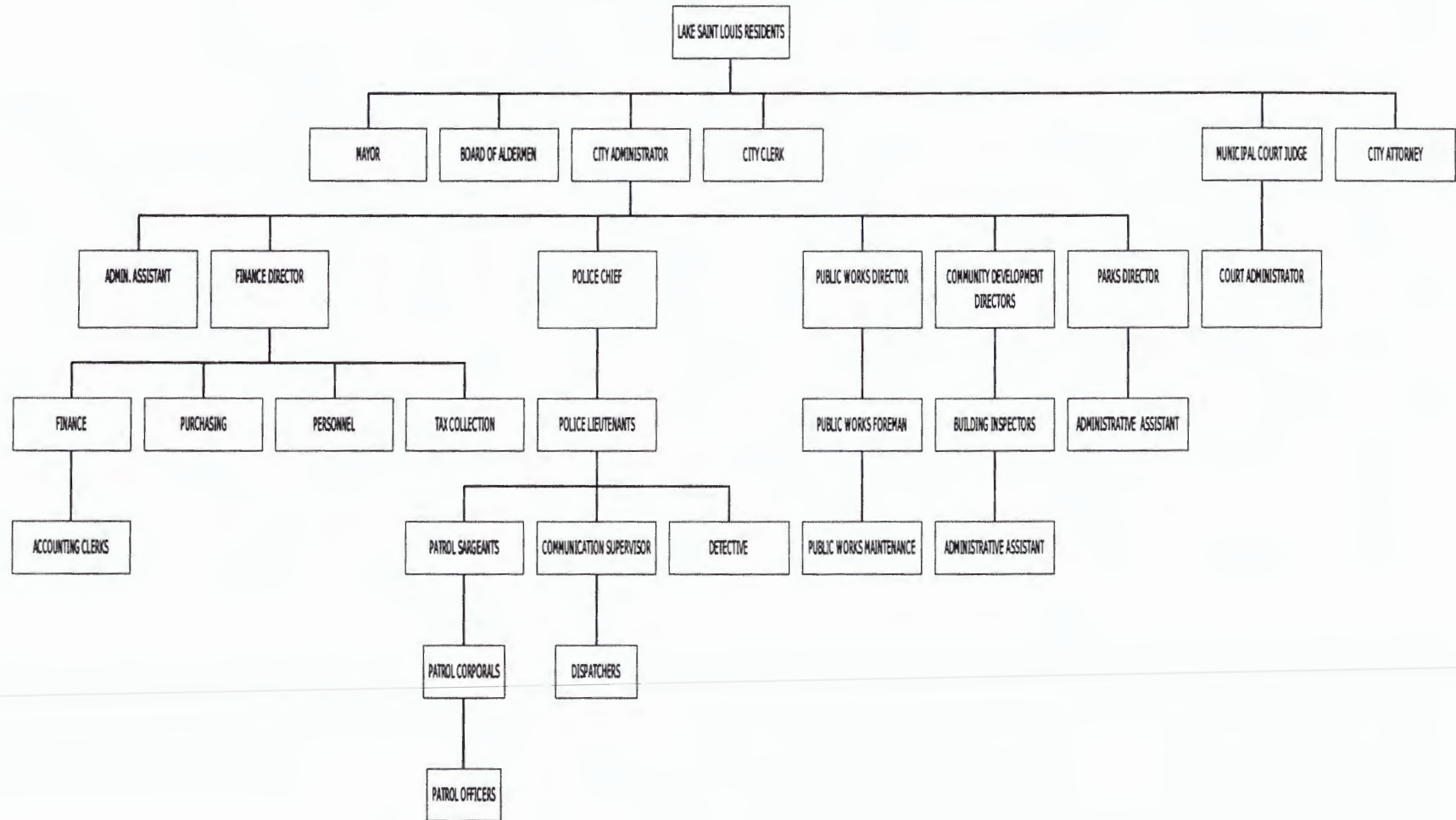


Anne Spray Kinney
President

Jeffrey L. Esser
Executive Director

THE CITY OF LAKE SAINT LOUIS, MISSOURI

ORGANIZATIONAL CHART



THE CITY OF LAKE SAINT LOUIS, MISSOURI

LIST OF PRINCIPAL OFFICIALS

JUNE 30, 2001

ELECTED OFFICIALS

Mayor	Michael Potter
Alderman	Pearson Buell
Alderman	Larry DeGroot
Alderman	Herb Egoroff
Alderman	Rhonda Ferrett
Alderman	Jim Lloyd
Alderman	Michael Mahoney

APPOINTED OFFICIALS

City Administrator	Paul Markworth
City Clerk	Donna Daniel
Community Development Director	Steven Schertel
Court Administrator	Mary Vance
Finance Director/Collector	Renee Roettger
Police Chief	Mike Force
Public Works Director	Kyle Stoker

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FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

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



We have audited the accompanying general purpose financial statements of The City of Lake Saint Louis, Missouri, as of June 30, 2001, and for the year then ended, as shown on pages 11 through 29. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of The City of Lake Saint Louis, Missouri, as of June 30, 2001, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund financial statements and schedules presented on pages 30 through 38, inclusive, are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the City of Lake Saint Louis, Missouri. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

The Statistical Section on pages 39 through 52 is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the City. This information has not been subjected to the auditing procedures applied in the audit of the general purpose financial statements, and, accordingly, we express no opinion on it.

Botz, Deal & Company

August 15, 2001

GENERAL PURPOSE FINANCIAL STATEMENTS

General purpose financial statements are provided so that the users of the financial report may obtain an overview of the City's financial position prior to a presentation of comparable data on a detailed basis for individual funds. The accompanying statements have been prepared without reflecting inter-fund eliminations.

THE CITY OF LAKE SAINT LOUIS, MISSOURI
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 2001

	<u>GOVERNMENTAL FUNDS</u>			<u>ACCOUNT GROUPS</u>	
	<u>GENERAL</u>	<u>DEBT SERVICE</u>	<u>CAPITAL PROJECTS</u>	<u>GENERAL FIXED ASSETS</u>	<u>GENERAL LONG-TERM DEBT</u>
ASSETS					
Cash and cash equivalents:					
Unrestricted	\$ 2,516,030	\$ 641,635	\$ 2,958,347	\$ -	\$ -
Restricted	285,509	-	-	-	-
Receivables:					
Real estate taxes, interest and penalties	9,768	3,045	-	-	-
Utility gross receipts taxes	56,774	-	-	-	-
Franchise fees	32,551	-	-	-	-
State gas and vehicle taxes	54,075	-	-	-	-
Sales tax	75,993	-	-	-	-
Interest	10,093	2,665	9,154	-	-
Other	20,115	541	93,840	-	-
Prepaid items:					
Insurance	115,042	-	-	-	-
Rent	7,279	-	-	-	-
Others	12,701	-	-	-	-
Property and equipment	-	-	-	3,309,643	-
Amount available for retirement of bonds	-	-	-	-	647,886
Amount to be provided for retirement of long-term debt	-	-	-	-	5,770,682
TOTAL ASSETS	\$ 3,195,930	\$ 647,886	\$ 3,061,341	\$ 3,309,643	\$ 6,418,568

	GOVERNMENTAL FUNDS			ACCOUNT GROUPS	
	GENERAL	DEBT SERVICE	CAPITAL PROJECTS	GENERAL FIXED ASSETS	GENERAL LONG-TERM DEBT
LIABILITIES					
Accounts payable	\$ 127,445	\$ -	\$ 93,840	\$ -	\$ -
Accrued payables:					
Salaries and wages	36,425	-	-	-	-
Vacation	35,099	-	-	-	-
Payroll taxes	5,472	-	-	-	-
Retirement	21,644	-	-	-	-
Funds held in escrow:					
County funding	1,257,820	-	-	-	-
Park donations	405,148	-	-	-	-
Other	195,969	-	-	-	-
Deferred revenue	540	-	-	-	-
Notes payable	-	-	-	-	167,496
Bonds payable	-	-	-	-	6,251,072
TOTAL LIABILITIES	<u>2,085,562</u>	<u>-</u>	<u>93,840</u>	<u>-</u>	<u>6,418,568</u>
 FUND EQUITY AND OTHER CREDITS					
Fund Balance:					
Reserved for:					
Prepaid expenditures	135,022	-	-	-	-
Debt service	-	647,886	-	-	-
Unreserved:					
Undesignated	975,346	-	2,967,501	-	-
Investment in general fixed assets	-	-	-	3,309,643	-
TOTAL FUND EQUITY AND OTHER CREDITS	<u>1,110,368</u>	<u>647,886</u>	<u>2,967,501</u>	<u>3,309,643</u>	<u>-</u>
 TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	<u>\$ 3,195,930</u>	<u>\$ 647,886</u>	<u>\$ 3,061,341</u>	<u>\$ 3,309,643</u>	<u>\$ 6,418,568</u>

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

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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, 2001

	<u>GENERAL</u>	<u>DEBT SERVICE</u>	<u>CAPITAL PROJECTS</u>
REVENUES			
Taxes	\$ 2,518,962	\$ 477,354	\$ -
Intergovernmental	760,760	-	-
Fees, licenses, fines and permits	651,056	-	-
Road rebate	-	-	1,822
Interest	128,623	37,986	54,073
Recreation	50,680	-	-
Miscellaneous	134,593	-	-
TOTAL REVENUES	<u>4,244,674</u>	<u>515,340</u>	<u>55,895</u>
EXPENDITURES			
Current:			
Administration	396,718	-	-
Finance	222,141	-	-
Police	1,464,603	-	-
Community development	321,784	-	-
Public works	593,727	-	21,398
Court	134,444	-	-
Parks	182,387	-	-
Property management	5,898	-	-
Capital outlay	456,138	-	-
Debt service:			
Principal, interest and fiscal charges	28,281	419,177	177,625
TOTAL EXPENDITURES	<u>3,806,121</u>	<u>419,177</u>	<u>199,023</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>438,553</u>	<u>96,163</u>	<u>(143,128)</u>
OTHER FINANCING SOURCES (USES)			
Bond/loan proceeds	123,743	-	2,491,044
Bond issue costs	-	-	(79,719)
Operating transfers in	1,394	-	142,574
Operating transfers out	(142,574)	-	(1,394)
Residual equity transfer	50,340	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>32,903</u>	<u>-</u>	<u>2,552,505</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>471,456</u>	<u>96,163</u>	<u>2,409,377</u>
FUND BALANCE - BEGINNING OF YEAR	<u>638,912</u>	<u>551,723</u>	<u>558,124</u>
FUND BALANCE - END OF YEAR	<u>\$ 1,110,368</u>	<u>\$ 647,886</u>	<u>\$ 2,967,501</u>

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

THE CITY OF LAKE SAINT LOUIS, MISSOURI

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2001

	GENERAL			DEBT SERVICE			CAPITAL PROJECTS		
	BUDGET	ACTUAL	OVER (UNDER) BUDGET	BUDGET	ACTUAL	OVER (UNDER) BUDGET	BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES									
Taxes	\$ 2,498,841	\$ 2,518,962	\$ 20,121	\$ 475,400	\$ 477,354	\$ 1,954	\$ -	\$ -	\$ -
Intergovernmental	1,147,053	760,760	(386,293)	-	-	-	95,344	1,822	(93,522)
Fees, licenses, fines, and permits	620,223	651,056	30,833	-	-	-	-	-	-
Interest	90,000	128,623	38,623	30,000	37,986	7,986	38,217	54,073	15,856
Recreation	54,120	50,680	(3,440)	-	-	-	-	-	-
Miscellaneous	312,209	134,593	(177,616)	-	-	-	-	-	-
TOTAL REVENUES	4,722,446	4,244,674	(477,772)	505,400	515,340	9,940	133,561	55,895	(77,666)
EXPENDITURES									
Current:									
Administration	414,571	396,718	(17,853)	-	-	-	-	-	-
Finance	233,099	222,141	(10,958)	-	-	-	-	-	-
Police	1,548,409	1,464,603	(83,806)	-	-	-	-	-	-
Community development	335,301	321,784	(13,517)	-	-	-	-	-	-
Public works	621,963	593,727	(28,236)	-	-	-	521,179	21,398	(499,781)
Court	141,764	134,444	(7,320)	-	-	-	-	-	-
Parks	219,481	182,387	(37,094)	-	-	-	-	-	-
Property management	5,575	5,898	323	-	-	-	-	-	-
Capital outlay	1,028,456	456,138	(572,318)	-	-	-	-	-	-
Debt service:									
Principal, interest and fiscal charges	50,995	28,281	(22,714)	420,304	419,177	(1,127)	177,625	177,625	-
TOTAL EXPENDITURES	4,599,614	3,806,121	(793,493)	420,304	419,177	(1,127)	698,804	199,023	(499,781)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	122,832	438,553	315,721	85,096	96,163	11,067	(565,243)	(143,128)	422,115
OTHER FINANCING SOURCES (USES)									
Loan proceeds	-	123,743	-	-	-	-	-	-	-
Operating transfers in	1,394	1,394	-	-	-	-	142,574	142,574	-
Operating transfers out	(142,574)	(142,574)	-	-	-	-	(1,394)	(1,394)	-
Residual equity transfer	50,340	50,340	-	-	-	-	-	-	-
Bond proceeds	-	-	-	-	-	-	-	2,491,044	2,491,044
Bond issue costs	-	-	-	-	-	-	(77,019)	(79,719)	(2,700)
TOTAL OTHER FINANCING SOURCES (USES)	(90,840)	32,903	-	-	-	-	64,161	2,552,505	2,488,344
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	\$ 31,992	471,456	\$ 315,721	\$ 85,096	96,163	\$ 11,067	\$ (501,082)	2,409,377	\$ 2,910,459
FUND BALANCE - BEGINNING OF YEAR		638,912			551,723			558,124	
FUND BALANCE - END OF YEAR		\$ 1,110,368			\$ 647,886			\$ 2,967,501	

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

THE CITY OF LAKE SAINT LOUIS, MISSOURI
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS
PROPRIETARY FUND - ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2001

OPERATING REVENUES

Miscellaneous	<u>\$ 4,708</u>
---------------	-----------------

OPERATING EXPENSES

Miscellaneous	<u>5</u>
---------------	----------

OPERATING INCOME

	<u>4,703</u>
--	--------------

NON-OPERATING REVENUES (EXPENSE)

Interest revenue	343
------------------	-----

Residual equity transfer	<u>(50,340)</u>
--------------------------	-----------------

TOTAL NON-OPERATING REVENUES (EXPENSE)	<u>(49,997)</u>
---	-----------------

NET LOSS

	(45,294)
--	----------

RETAINED EARNINGS

Balance - beginning of year	<u>45,294</u>
-----------------------------	---------------

Balance - end of year	<u><u>\$ -</u></u>
-----------------------	--------------------

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

THE CITY OF LAKE SAINT LOUIS, MISSOURI

**STATEMENT OF CASH FLOWS
PROPRIETARY FUND - ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2001**

CASH FLOWS FROM OPERATING ACTIVITIES

Cash received from customers	\$ 6,359
Cash paid to suppliers	(7,269)
NET CASH USED BY OPERATING ACTIVITIES	<u>(910)</u>

**CASH FLOWS FROM CAPITAL AND
RELATED FINANCING ACTIVITIES**

Payments to other government agencies	<u>(50,340)</u>
---------------------------------------	-----------------

CASH FLOWS FROM INVESTING ACTIVITIES

Interest received	<u>343</u>
-------------------	------------

NET DECREASE IN CASH (50,907)

CASH - BEGINNING OF YEAR 50,907

CASH - END OF YEAR \$ -

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

OPERATING INCOME \$ 4,703

**ADJUSTMENTS TO RECONCILE OPERATING
INCOME TO NET CASH USED BY
OPERATING ACTIVITIES**

(Increase) decrease in assets:	
Accounts receivable	1,651
Increase (decrease) in liabilities:	
Accounts payable	(7,264)
TOTAL ADJUSTMENTS	<u>(5,613)</u>

**NET CASH USED BY
OPERATING ACTIVITIES** \$ (910)

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.

THE CITY OF LAKE SAINT LOUIS, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2001

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

The City of Lake Saint Louis, Missouri was incorporated in 1975. The City was organized under state statute as a Fourth Class city. The City's seven member executive body is comprised of the mayor and six aldermen, all elected officials.

GASB Statement 14 has been applied in determining the financial reporting entity of the City. Statement 14 requires the financial reporting entity to include the following:

- the primary government
- other organizations for which the primary government is financially accountable;
- any for-profit corporations of which the primary government holds majority ownership for the purpose of directly facilitating provision of government services; and
- any other organization whose exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

In evaluating the City as a reporting entity, management has addressed all potential component units, which may or may not fall within the City's reporting entity because of the significance of their operational or financial relationships with the City.

The general purpose financial statements of the City include financial information of all funds, account groups, agencies, entities, and authorities for which the City is financially accountable and/or holds a majority ownership. Also, included are all agencies or entities whose exclusion would cause the City's financial statements to be misleading or incomplete. Accordingly, the City of Lake Saint Louis, Missouri Public Facilities Authority (the City Hall PFA), a separate not-for-profit corporation, is reported as a component unit of the City and reflected as a Capital Projects Fund and the City of Lake Saint Louis, Missouri Public Facilities Authority (the Golf Course), a separate not-for-profit corporation, is reported as a component unit of the City and reflected as an Enterprise Fund. The general purpose financial statements do not include the operations of the City's fire protection district, water and sewer district and the Lake Saint Louis Community Association.

Blended Component Unit - The following component units are legally separate from the City; however, their activities are so intertwined with the City as the primary government that they are in substance, the same as the primary government. As such, the balances and transactions of these component units are blended into the general purpose financial statements and are reported in a manner similar to the balances and transactions of the City itself.

City of Lake Saint Louis, Missouri Public Facilities Authority (the City Hall PFA) - A separate not-for-profit corporation created by ordinance of the City Council. Board members are appointed by the Mayor of the City and approved by the City Council. The City Hall PFA is reported as a Capital Projects Fund. During the current fiscal year the PFA was dissolved, therefore separate financial statements are not available.

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

A. **REPORTING ENTITY - continued**

City of Lake Saint Louis, Missouri Public Facilities Authority (the Golf Course) - A separate not-for-profit corporation created by ordinance of the City Council. Board members are appointed by the Mayor of the City and approved by the City Council. The Golf Course is reflected as an Enterprise Fund. During the current fiscal year the PFA was dissolved, therefore separate financial statements are not available.

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**

Enterprise Funds - Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

ACCOUNT GROUPS

Account groups are used to establish accounting control and accountability for the City's general fixed assets and general long-term debt. The City uses the following account groups:

General Fixed Assets Account Group - This account group is established to account for all fixed assets of the City, other than those accounted for in the financial statements of the Enterprise Funds.

General Long-Term Debt Account Group - This account group is established to account for the long-term debt that is backed by the City's full faith and credit.

C. **BASIS OF ACCOUNTING**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets.

Proprietary funds are accounted for on a flow of economic resources measurement focus. All assets and liabilities associated with the operation of these funds are included on the balance sheet. Proprietary fund-type operating statements present increases (revenues) and decreases (expenses) in net total assets.

The modified accrual basis of accounting is used by all governmental and agency fund types. Under the modified accrual basis of accounting, revenues are recognized when both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures, other than interest on long-term debt, are recorded when the related fund liability is incurred.

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.

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

D. **CASH AND CASH EQUIVALENTS**

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less.

E. **RESTRICTED ASSETS**

A certificate of deposit in the General Fund has been pledged as collateral for the City's line of credit.

F. **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.

G. **ENCUMBRANCES**

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is not used by the City of Lake Saint Louis, Missouri.

H. **COMPENSATED ABSENCES**

City employees are granted vacation leave in varying amounts. In the event of termination, the City will either grant vacation time or pay in lieu of time at the option of the City Administrator. Vacation leave is generally not cumulative, but an employee may be granted special approval by the City Administrator to carry a portion of earned vacation leave to the following fiscal year only. Therefore, accrued vacation is reflected in the General Fund as a current liability.

Employees are not reimbursed for accumulated sick leave upon termination. Payments made to employees for sick leave are charged as expenditures when paid. Accordingly, a liability has not been recorded for accrued sick leave.

2. **BUDGETS AND BUDGETARY ACCOUNTING**

The City adopts annual operating budgets for all Governmental and Proprietary Funds type on a basis consistent with generally accepted accounting principles (GAAP). The City follows the procedures outlined below in establishing the budgetary data reflected in the general purpose financial statements:

1. At the first Board meeting in June, the City Administrator presents to the Administrative Finance Committee and The Board of Aldermen a proposed operating budget for the general, debt service, capital projects, and proprietary funds for the fiscal year commencing the following July 1. The operating budgets include proposed expenditures and means of financing them. Expenditures may not legally exceed appropriations at the object level.

2. **BUDGETS AND BUDGETARY ACCOUNTING - continued**

2. At the second Board meeting in June, the Administrative Finance Committee presents the proposed operating budget to the Board for approval. The budgets are adopted by affirmative vote of a majority of the Board of Aldermen and approval by the Mayor on or before the last day of June.
3. A mid-year budget revision is generally approved following the same procedures as indicated above. Any other budget revisions would also follow the same procedures. Management cannot legally amend or transfer appropriations within the budget, without seeking the approval of the governing body.
4. Appropriation lapse at year end.

Supplemental appropriations during 2001 amounted to \$36,611.

3. **CASH AND INVESTMENTS**

Deposits - At year-end, the carrying value of the City's deposits was \$6,401,521, which includes funds held by the Missouri Department of Transportation (MODOT) for the benefit of the City. The bank balances totaled \$6,192,922, which, at the balance sheet date was entirely insured or collateralized by securities held by the City's agent in the City's name. Funds in the amount of \$315,562 held by MODOT are collateralized by their agent in their name.

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 as such there are no restrictions on these investments. During the year the City invested all idle funds in certificates of deposit.

A reconciliation of cash and cash equivalents and investments as shown on the Combined Balance Sheet follows:

Cash on hand	\$ 250
Carrying amount of demand deposits	485,453
Carrying amount of certificates of deposit	<u>5,915,818</u>
TOTAL	<u>\$6,401,521</u>
Cash and cash equivalents	\$6,116,012
Cash and cash equivalents - restricted	<u>285,509</u>
TOTAL	<u>\$6,401,521</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, 2000, was \$127,061,090.

4. **PROPERTY TAX - continued**

The City is permitted by Missouri State Statutes to levy taxes for various purposes. The following presents the maximum allowable tax levies and the City's actual levy for the fiscal year 2001:

Purpose	Per \$100 of Assessed Valuation	
	Maximum levy allowed by law	City's levy
General	\$.88	\$.880
Debt Service Fund	N/A	.368

5. **FIXED ASSETS**

A summary of the changes in general fixed assets follows:

	BALANCE BEGINNING OF YEAR	ADDITIONS	DELETIONS	BALANCE END OF YEAR
Land	\$1,329,849	\$ -	\$ 774	\$1,329,075
Buildings	778,918	-	-	778,918
Automotive	416,593	84,462	51,707	449,348
Furniture, fixtures and equipment	502,208	158,622	86,628	574,202
Improvements	147,820	30,280	-	178,100
TOTAL	\$3,175,388	\$273,364	\$139,109	\$3,309,643

A summary of the changes in general fixed assets grouped by function follows:

	BALANCE BEGINNING OF YEAR	TRANSFERS	ADDITIONS	DELETIONS	BALANCE END OF YEAR
Administration	\$1,276,666	\$(10,074)	\$ 13,940	\$ 6,841	\$1,273,691
Finance	34,388	-	-	-	34,388
Public safety	344,479	(1,719)	144,659	58,876	428,543
Community development	47,306	849	6,817	1,473	53,499
Parks	808,317	358	31,842	310	840,207
Public works	664,232	10,586	76,106	71,609	679,315
TOTAL	\$3,175,388	\$ -	\$273,364	\$139,109	\$3,309,643

General fixed assets are grouped by function as follows:

	LAND	BUILDINGS	AUTOMOTIVE	FURNITURE, FIXTURES & EQUIPMENT	IMPROVEMENTS	TOTAL
Administration	\$1,003,459	\$202,187	\$ 1,000	\$ 67,045	\$ -	\$1,273,691
Finance	-	-	-	34,388	-	34,388
Public safety	-	-	266,114	162,429	-	428,543
Community development	-	-	28,609	24,890	-	53,499
Parks	258,649	296,618	20,347	86,493	178,100	840,207
Public works	66,967	280,113	133,278	198,957	-	679,315
TOTAL	\$1,329,075	\$778,918	\$449,348	\$574,202	\$178,100	\$3,309,643

6. 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.

Rental payments by the City are to be sufficient at all times to pay the total amount of interest and principal (whether at maturity, by acceleration, or by redemption as provided in the bond indenture) and premium, if any, on the Bonds as they become due. Rental payments may be reduced by monies then on deposit in the corresponding account of the Bond Fund which is available for payment of principal and interest on the Bonds.

During the fiscal year ending June 30, 2001, the PFA was dissolved and the Leasehold Revenue Bonds paid in full, thus terminating the lease. The PFA (a blended component unit) is reflected in the Capital Projects Funds of the City's general purpose financial statements.

The City of Lake Saint Louis Public Facilities Authority (Municipal Golf Course), a not-for-profit corporation, was formed in 1993 to facilitate the acquisition and construction of an 18-hole golf course and business park. Funding of the Municipal Golf Course was provided through the issuance of Series 1993 Certificates of Participation. The Certificates 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 Certificates 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 (Municipal Golf Course) has no taxing power.

The PFA (a blended component unit) is reflected as a Proprietary Fund - Enterprise Fund in the City's general purpose financial statements. The City sold the Municipal Golf Course during the fiscal year ending June 30, 2000. During the fiscal year ending June 30, 2001, the PFA was dissolved.

7. **LONG-TERM DEBT**

A. **Line of Credit** - The City has a \$200,000 line of credit with Firststar Bank. There were no borrowings during the fiscal year ending June 30, 2001.

B. **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, 2001, General Obligation Bonds Payable consist of the following individual issues:

General Obligation Refunding Bond Series 1994	\$3,751,072
Interest rate - 4.0% - 6.2%	
Payments - principal and interest payments in varying amounts through 2014	
General Obligation Bond Series 2001	2,500,000
Interest rate - 3.4% - 4.85%	
Payments - principal and interest payments in varying amounts through 2017	
TOTAL	<u>\$6,251,072</u>

C. **Notes payable** included in the General long-term Debt Account Group consist of the following:

First Bank	\$ 48,478
Computer Hardware/Software	
Date of note - May, 1998	
Maturity date - September 30, 2003	
Interest rate - 5.45% A.P.R.	
Payments - quarterly payments of \$5,757, which include principal and interest	
Firststar Bank	119,018
Tractor/backhoe/dump truck	
Date of Note - May, 2001	
Maturity date - April, 2006	
Interest rate - 5.67%	
Payments - monthly payments of \$2,362, which include principal and interest	
	<u>\$167,496</u>

Estimated maturities of the notes payable over the next five years are as follows:

2002	\$ 42,895
2003	45,338
2004	30,587
2005	26,229
2006	<u>22,447</u>
TOTAL	<u>\$167,496</u>

7. **LONG-TERM DEBT** - continued

D. **Changes in Long-Term Debt** - The following is a summary of the City's long-term debt transactions for the year ended June 30, 2001:

	<u>BALANCE BEGINNING OF YEAR</u>	<u>ADDITIONS</u>	<u>RETIREMENTS</u>	<u>BALANCE END OF YEAR</u>
GENERAL LONG-TERM DEBT				
ACCOUNT GROUP:				
Bonds payable	\$4,121,702	\$2,500,000	\$370,000	\$6,251,072
Notes payable	<u>68,117</u>	<u>123,743</u>	<u>24,364</u>	<u>167,496</u>
TOTAL	<u>\$4,189,189</u>	<u>\$2,623,743</u>	<u>\$394,364</u>	<u>\$6,418,568</u>

E. **Summary of Debt Services Requirements to Maturity** - The annual requirements to amortize bonds payable as of June 30, 2001, including interest payments are as follows:

<u>YEAR ENDING JUNE 30,</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>
2002	\$ 275,000	\$ 334,920
2003	95,197	516,392
2004	110,153	525,523
2005	101,549	531,940
2006	119,173	537,128
2007	400,000	303,020
2008	435,000	280,370
2009	525,000	255,360
2010	430,000	224,735
2011	465,000	199,522
2012	510,000	172,908
2013	560,000	143,777
2014	600,000	111,943
2015	655,000	77,808
2016	700,000	46,695
2017	<u>270,000</u>	<u>13,095</u>
TOTAL	<u>\$6,251,072</u>	<u>\$4,275,136</u>

F. **Legal Debt Margin** - Missouri State Statutes limit the amount of debt the City may have outstanding to 10% of the City's assessed valuation. At June 30, 2001, the statutory debt limit was \$12,706,109 providing a debt margin of \$7,102,923. The City has no authorized, unissued debt at June 30, 2001.

8. **INTERFUND TRANSACTIONS**

Individual fund operating transfers in and out as of June 30, 2001, are as follows:

	OPERATING TRANSFERS <u>IN</u>	OPERATING TRANSFERS <u>OUT</u>
Governmental Funds		
General Fund	\$ 1,394	\$142,574
Capital Projects	<u>142,574</u>	<u>1,394</u>
TOTAL	<u>\$143,968</u>	<u>\$143,968</u>

9. **DEFERRED COMPENSATION PLAN**

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The Plan, available to all City employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

10. **RETIREMENT FUND COMMITMENTS**

A. Plan Description

The City of Lake Saint Louis participates in the Missouri Local Government Employees Retirement System (LAGERS), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local government entities in Missouri. LAGERS is a defined benefit pension plan which provides retirement, disability, and death benefits to plan members and beneficiaries. LAGERS was created and is governed by statute, section RSMo. 70.600 - 70.755. As such, it is the system's responsibility to administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401(a) and it is tax exempt.

The Missouri Local Government Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to LAGERS, P.O. Box 1665, Jefferson City, MO 65102 or by calling 1-800-447-4334.

B. Funding Status

The City of Lake Saint Louis' full-time employees do not contribute to the pension plan. The political subdivision is required to contribute at an actuarially determined rate; the current rate is 12.1% (general) and 10.6% (police) of annual covered payroll. The contribution requirements of plan members are determined by the governing body of the political subdivision. The contribution provisions of the political subdivision are established by state statute.

10. **RETIREMENT FUND COMMITMENTS - continued**

C. **Annual Pension Cost**

For 2001, the political subdivision's annual pension cost of \$181,665 was equal to the required and actual contributions. The required contribution was determined as part of the February 28, 1999 and/or February 29, 2000 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 7.5% per year, compounded annually, (b) projected salary increases of 4.0% per year, compounded annually, attributable to inflation, (c) additional projected salary increases ranging from 0.0% to 4.2% per year, depending on age, attributable to seniority/merit, and (d) pre-retirement mortality based on the 1983 Group Annuity Mortality table and (e) post-retirement mortality based on the 1971 Group Annuity Mortality table projected to 2000 set back 1 year for men and 7 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, 2001 was 24 years.

<u>Fiscal Year</u> <u>Ending</u>	Three-Year Trend Information		<u>Net Pension</u> <u>Obligation</u>
	<u>Annual Pension</u> <u>Cost (APC)</u>	<u>Percentage Of</u> <u>APC Contributed</u>	
06/30/1999	\$165,648	100%	\$ —
06/30/2000	\$162,358	100%	\$ —
06/30/2001	\$181,665	100%	\$ —

11. **OPERATING LEASE**

The City leases its office space under an operating lease expiring in August, 2001. In addition, the City leases space for municipal court proceedings under a one-year operating lease which expired June, 2001. Rent expense of \$88,645 has been allocated to various current expenditures in the general fund.

Future minimum lease payments are as follows:

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Amount</u>
2002	\$14,558

12. **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 over Appropriations</u>
General:			
Public Works	\$866,610	\$838,301	\$28,309
Property Management	5,898	5,575	323
Enterprise:			
Hawk Ridge Golf Club	5	-	5

13 **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.

14. **SEGMENT INFORMATION FOR ENTERPRISE FUNDS**

The City maintained an enterprise fund for the operation of an 18-hole municipal golf course. The golf course was sold during fiscal year ending 2000. Segment information for the year ended June 30, 2001, is as follows:

	<u>HAWK RIDGE GOLF CLUB</u>
Operating Revenues	\$4,708
Operating Expenses	<u>5</u>
Operating Income	4,703
Non-operating Expense	(49,997)
Net Loss	<u>\$(45,294)</u>

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).

THE CITY OF LAKE SAINT LOUIS, MISSOURI
EMPLOYEES RETIREMENT SYSTEM
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS

<u>Actuarial Valuation Date</u>	(a) <u>Actuarial Value of Assets</u>	(b) <u>Entry Age Actuarial Accrued Liability</u>	(b-a) <u>Unfunded Accrued Liability (UAL)</u>	(a/b) <u>Funded Ratio</u>	(c) <u>Annual Covered Payroll</u>	[(b-a)/c] <u>UAL as a Percentage of Covered Payroll</u>
2/28/1999	\$1,241,430	\$1,625,176	\$383,746	76%	\$1,403,346	27%
2/28/2000	1,401,188	1,607,206	206,018	87	1,315,659	16
2/28/2001	1,611,098	1,636,983	25,885	98	1,587,114	2

Note: The above assets and actuarial accrued liability do not include the assets and present value of benefits associated with the Benefit Reserve Fund and the Casualty Reserve Fund. The actuarial assumptions were changed in conjunction with the February 29, 1996 annual actuarial valuations. For a complete description of the actuarial assumptions used in the annual valuations, please contact the LAGERS office in Jefferson City.

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.

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

GENERAL FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2001

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>
TAXES			
Property taxes	\$ 1,141,300	\$ 1,146,136	\$ 4,836
Sales taxes:			
General	505,000	478,287	(26,713)
Transportation	252,500	239,422	(13,078)
Utility gross receipts	269,541	308,962	39,421
Franchise tax receipts	309,500	325,780	16,280
Cigarette taxes	21,000	20,375	(625)
TOTAL TAXES	<u>2,498,841</u>	<u>2,518,962</u>	<u>20,121</u>
INTERGOVERNMENTAL			
Road and bridge rebates	192,000	203,304	11,304
Gas and vehicle rebates	304,000	319,796	15,796
Federal gasoline rebates	5,453	5,454	1
County rebates	427,700	19,092	(408,608)
Dispatching services	15,000	15,000	-
Grants	202,900	198,114	(4,786)
TOTAL INTERGOVERNMENTAL	<u>1,147,053</u>	<u>760,760</u>	<u>(386,293)</u>
FEES, LICENSES, FINES, AND PERMITS			
Plan review fees	20,000	20,255	255
Inspection fees	96,000	97,919	1,919
Mowing fees	2,000	1,552	(448)
Platting fees	8,000	8,287	287
Merchant licenses	11,295	11,305	10
Liquor licenses	5,428	5,428	-
Court fines	355,000	363,030	8,030
Building permits	115,000	133,220	18,220
Park permits	2,500	3,965	1,465
Other permits	4,300	5,075	775
Postage and public notice fees	700	1,020	320
TOTAL FEES, LICENSES, FINES, AND PERMITS	<u>620,223</u>	<u>651,056</u>	<u>30,833</u>

- continued -

THE CITY OF LAKE SAINT LOUIS, MISSOURI

GENERAL FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2001

- continued -

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>
INTEREST	<u>\$ 90,000</u>	<u>\$ 128,623</u>	<u>\$ 38,623</u>
RECREATION			
Softball registration	25,000	26,672	1,672
Soccer fees	1,500	1,500	-
Youth softball/baseball contracts	2,000	1,224	(776)
Tournaments	4,000	469	(3,531)
Coaches certification fees	300	155	(145)
Concession stand fees	3,500	2,840	(660)
Triathlon	17,820	17,820	-
TOTAL RECREATION	<u>54,120</u>	<u>50,680</u>	<u>(3,440)</u>
MISCELLANEOUS			
Local police training fund	5,825	2,188	(3,637)
Boulevard Park Pond assessment	2,300	2,178	(122)
Park donations	225,000	33,398	(191,602)
Alcohol/Drug cost reimbursement	8,000	8,957	957
Insurance reports	1,500	1,740	240
Cuivre River capital credits	7,400	7,378	(22)
Miscellaneous	3,082	3,525	443
Rent income	23,102	22,897	(205)
Land lease income	36,000	42,000	6,000
Equipment sales	-	10,332	10,332
TOTAL MISCELLANEOUS	<u>312,209</u>	<u>134,593</u>	<u>(177,616)</u>
TOTAL REVENUES	<u>\$ 4,722,446</u>	<u>\$ 4,244,674</u>	<u>\$ (477,772)</u>

THE CITY OF LAKE SAINT LOUIS, MISSOURI

GENERAL FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2001

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>
ADMINISTRATION			
Current:			
Personnel	\$ 250,015	\$ 244,148	\$ (5,867)
Commodities	18,200	16,369	(1,831)
Contractual	132,341	128,718	(3,623)
Maintenance	1,015	526	(489)
Miscellaneous	13,000	6,957	(6,043)
Capital outlay	15,100	13,940	(1,160)
Debt service	5,750	5,762	12
TOTAL ADMINISTRATION	<u>435,421</u>	<u>416,420</u>	<u>(19,001)</u>
FINANCE			
Current:			
Personnel	173,217	164,848	(8,369)
Commodities	13,443	10,304	(3,139)
Contractual	43,985	44,541	556
Maintenance	2,454	2,448	(6)
Debt service	3,450	3,457	7
TOTAL FINANCE	<u>236,549</u>	<u>225,598</u>	<u>(10,951)</u>
POLICE			
Current:			
Personnel	1,369,223	1,285,902	(83,321)
Commodities	60,891	63,247	2,356
Contractual	85,136	85,917	781
Maintenance	31,959	28,375	(3,584)
Miscellaneous	1,200	1,162	(38)
Capital outlay	120,930	113,786	(7,144)
Debt service	5,745	5,742	(3)
TOTAL POLICE	<u>1,675,084</u>	<u>1,584,131</u>	<u>(90,953)</u>
COMMUNITY DEVELOPMENT			
Current:			
Personnel	269,880	259,872	(10,008)
Commodities	21,216	20,402	(814)
Contractual	41,690	41,221	(469)
Maintenance	2,515	289	(2,226)
Capital outlay	476,526	26,785	(449,741)
Debt service	3,450	3,412	(38)
TOTAL COMMUNITY DEVELOPMENT	<u>815,277</u>	<u>351,981</u>	<u>(463,296)</u>

-continued-

THE CITY OF LAKE SAINT LOUIS, MISSOURI

GENERAL FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2001

- continued -

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>
PUBLIC WORKS			
Current:			
Personnel	\$ 336,117	\$ 331,980	\$ (4,137)
Commodities	148,893	154,044	5,151
Contractual	106,653	86,263	(20,390)
Maintenance	30,300	21,440	(8,860)
Capital outlay	188,338	267,585	79,247
Debt service	28,000	5,298	(22,702)
TOTAL PUBLIC WORKS	<u>838,301</u>	<u>866,610</u>	<u>28,309</u>
COURT			
Current:			
Personnel	82,789	81,793	(996)
Commodities	9,850	8,586	(1,264)
Contractual	48,810	43,782	(5,028)
Maintenance	315	283	(32)
Capital outlay	1,000	900	(100)
Debt service	2,300	2,305	5
TOTAL COURT	<u>145,064</u>	<u>137,649</u>	<u>(7,415)</u>
PARKS			
Current:			
Personnel	91,280	94,266	2,986
Commodities	76,300	54,729	(21,571)
Contractual	37,175	28,102	(9,073)
Maintenance	14,726	5,290	(9,436)
Capital outlay	226,562	33,142	(193,420)
Debt service	2,300	2,305	5
TOTAL PARKS	<u>448,343</u>	<u>217,834</u>	<u>(230,509)</u>

-continued-

THE CITY OF LAKE SAINT LOUIS, MISSOURI

GENERAL FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2001

- continued -

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>
PROPERTY MANAGEMENT			
Current:			
Commodities	\$ 1,075	\$ 758	\$ (317)
Contractual	4,000	4,760	760
Maintenance	500	380	(120)
TOTAL PROPERTY MANAGEMENT	<u>5,575</u>	<u>5,898</u>	<u>323</u>
TOTAL EXPENDITURES	<u>\$ 4,599,614</u>	<u>\$ 3,806,121</u>	<u>\$ (793,493)</u>

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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 debt.

General Obligation Bond Service Fund - to accumulate monies for payment of the principal and interest on the General Obligation Refunding Bond Series 1994, and the General Obligation Bonds Series 2001.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

DEBT SERVICE FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2001**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>
REVENUES			
Property taxes	\$ 475,400	\$ 477,354	\$ 1,954
Interest	30,000	37,986	7,986
TOTAL REVENUES	<u>505,400</u>	<u>515,340</u>	<u>9,940</u>
EXPENDITURES			
Debt service:			
Principal and interest	418,730	418,730	-
Fiscal charges	1,574	447	(1,127)
TOTAL EXPENDITURES	<u>420,304</u>	<u>419,177</u>	<u>(1,127)</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>\$ 85,096</u>	96,163	<u>\$ 11,067</u>
FUND BALANCE - BEGINNING OF YEAR		<u>551,723</u>	
FUND BALANCE - END OF YEAR		<u>\$ 647,886</u>	

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.

Capital Projects - to account for improvements to city streets, storm water basins and drainage ways financed by the General Obligation Bond Series 2001.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

**CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET**

JUNE 30, 2001

	<u>PUBLIC FACILITIES AUTHORITY FUND</u>	<u>INTERCHANGE FUND</u>	<u>CAPITAL PROJECTS</u>	<u>TOTAL</u>
CURRENT ASSETS				
Cash and cash equivalents	\$ -	\$ 515,035	\$ 2,443,312	\$ 2,958,347
Accounts receivable	-	93,840	-	93,840
Interest receivable	-	830	8,324	9,154
TOTAL CURRENT ASSETS	<u>\$ -</u>	<u>\$ 609,705</u>	<u>\$ 2,451,636</u>	<u>\$ 3,061,341</u>
LIABILITIES				
Accounts payable	\$ -	\$ 93,840	\$ -	\$ 93,840
FUND BALANCE				
Unreserved	-	515,865	2,451,636	2,967,501
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ -</u>	<u>\$ 609,705</u>	<u>\$ 2,451,636</u>	<u>\$ 3,061,341</u>

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, 2001

	PUBLIC FACILITIES AUTHORITY FUND			INTERCHANGE FUND			CAPITAL PROJECTS			TOTAL ACTUAL
	BUDGET	ACTUAL	OVER (UNDER) BUDGET	BUDGET	ACTUAL	OVER (UNDER) BUDGET	BUDGET	ACTUAL	OVER (UNDER) BUDGET	
REVENUES										
Road rebate	\$ -	\$ -	\$ -	\$ 95,344	\$ 1,822	\$ (93,522)	\$ -	\$ -	\$ -	\$ 1,822
Interest	1,217	1,217	-	12,000	12,326	326	25,000	40,530	15,530	54,073
TOTAL REVENUES	<u>1,217</u>	<u>1,217</u>	<u>-</u>	<u>107,344</u>	<u>14,148</u>	<u>(93,196)</u>	<u>25,000</u>	<u>40,530</u>	<u>15,530</u>	<u>55,895</u>
EXPENDITURES										
Public Works:										
Contractual	-	-	-	21,179	21,179	-	500,000	219	(499,781)	21,398
Debt Service:										
Principal and interest	176,375	176,375	-	-	-	-	-	-	-	176,375
Fiscal charges	1,250	1,250	-	-	-	-	-	-	-	1,250
TOTAL EXPENDITURES	<u>177,625</u>	<u>177,625</u>	<u>-</u>	<u>21,179</u>	<u>21,179</u>	<u>-</u>	<u>500,000</u>	<u>219</u>	<u>(499,781)</u>	<u>199,023</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(176,408)</u>	<u>(176,408)</u>	<u>-</u>	<u>86,165</u>	<u>(7,031)</u>	<u>(93,196)</u>	<u>(475,000)</u>	<u>40,311</u>	<u>515,311</u>	<u>(143,128)</u>
OTHER FINANCING SOURCES (USES)										
Bond proceeds	-	-	-	-	-	-	-	2,491,044	2,491,044	2,491,044
Bond issue costs	-	-	-	-	-	-	(77,019)	(79,719)	(2,700)	(79,719)
Operating transfer in	142,574	142,574	-	-	-	-	-	-	-	142,574
Operating transfer out	(1,394)	(1,394)	-	-	-	-	-	-	-	(1,394)
TOTAL OTHER FINANCING SOURCES (USES)	<u>141,180</u>	<u>141,180</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(77,019)</u>	<u>2,411,325</u>	<u>2,488,344</u>	<u>2,552,505</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	<u>\$ (35,228)</u>	<u>(35,228)</u>	<u>\$ -</u>	<u>\$ 86,165</u>	<u>(7,031)</u>	<u>\$ (93,196)</u>	<u>\$ (552,019)</u>	<u>2,451,636</u>	<u>\$ 3,003,655</u>	<u>2,409,377</u>
FUND BALANCE - BEGINNING OF YEAR		<u>35,228</u>			<u>522,896</u>			<u>-</u>		<u>558,124</u>
FUND BALANCE - END OF YEAR		<u>\$ -</u>			<u>\$ 515,865</u>			<u>\$ 2,451,636</u>		<u>\$ 2,967,501</u>

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PROPRIETARY FUND

Enterprise Fund is 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.

THE CITY OF LAKE SAINT LOUIS, MISSOURI
PROPRIETARY FUND - ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2001

	HAWK RIDGE GOLF CLUB		OVER (UNDER) BUDGET
	BUDGET	ACTUAL	
OPERATING REVENUES			
Miscellaneous	\$ 3,494	\$ 4,708	\$ 1,214
OPERATING EXPENSES			
Miscellaneous	-	5	5
OPERATING INCOME	3,494	4,703	1,209
NON-OPERATING REVENUES (EXPENSE)			
Interest revenue	-	343	343
Residual Equity Transfer	(49,798)	(50,340)	(542)
TOTAL NON-OPERATING REVENUES (EXPENSE)	(49,798)	(49,997)	(199)
NET LOSS	<u>\$ (46,304)</u>	(45,294)	<u>\$ 1,010</u>
RETAINED EARNINGS			
Balance - beginning of year		45,294	
Balance - end of year		<u>\$ -</u>	

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 REVENUES BY SOURCE (1)
LAST TEN FISCAL YEARS

<u>FISCAL YEAR</u>	<u>TAXES</u>	<u>FEDERAL, STATE, COUNTY GRANTS AND ENTITLEMENTS</u>	<u>FEES, LICENSES, FINES, AND PERMITS</u>	<u>INTEREST ON INVESTMENTS</u>	<u>RECREATION</u>	<u>PROCEEDS FROM BOND SALE</u>	<u>PROCEEDS FROM LAND SALE</u>	<u>OTHER</u>	<u>TOTAL</u>
1991/92	\$1,841,871	\$ 306,734	\$ 122,099	\$ 267,564	\$ —	\$ —	\$ —	\$ 32,743	\$2,571,011
1992/93	1,956,835	349,433	178,296	168,132	—	—	—	30,089	2,682,785
1993/94	2,002,763	614,917	178,162	140,638	—	—	—	25,756	2,962,236
1994/95	2,129,722	748,386	213,681	175,371	—	—	—	176,919	3,444,079
1995/96	2,287,654	721,169	218,689	160,480	31,024	—	—	91,073	3,510,089
1996/97	2,439,485	1,320,662	275,707	199,188	51,251	—	—	160,506	4,446,799
1997/98	2,666,896	848,878	339,154	233,707	50,517	1,655,733	—	222,257	6,017,142
1998/99	2,705,665	1,259,895	526,248	197,721	57,087	—	—	203,801	4,950,417
1999/00	2,672,338	1,323,365	583,414	265,821	46,165	—	1,447,818	183,592	6,522,513
2000/01	2,996,316	762,582	651,056	220,682	50,680	2,491,044	—	134,593	7,306,853

(1) Includes all Governmental Fund Types

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 (5)</u>	<u>CAPITAL OUTLAY</u>	<u>DEBT SERVICE</u>	<u>TOTAL</u>
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
1997/98	1,051,691	1,153,686	709,678	212,671	190,966	14,384	461,280	529,004	4,323,360
1998/99	1,106,879	1,285,235	848,306	822,144	233,436	23,355	175,311	668,211	5,162,877
1999/00	936,442	1,381,420	816,944	23,649	237,049	811,593	851,100	2,109,803	7,168,000
2000/01	940,643	1,599,047	593,727	21,398	182,387	5,898	456,138	625,083	4,424,321

(1) Includes all Governmental Fund Types

(2) Includes Administration, Finance, and Community Development

(3) Includes Police and Court

(4) Includes Parks

(5) Includes Property Management and Business Park until 2000/01

THE CITY OF LAKE SAINT LOUIS, MISSOURI
GENERAL FUND TAX REVENUE BY SOURCE
LAST TEN FISCAL YEARS

<u>FISCAL YEAR</u>	<u>PROPERTY</u>	<u>SALES</u>	<u>UTILITY</u>	<u>FRANCHISE</u>	<u>CIGARETTE</u>	<u>TOTAL</u>
1991/92	\$ 717,623	\$ 399,926	\$ 163,217	\$ 249,368	\$ —	\$1,530,134
1992/93	750,582	449,147	173,432	258,220	—	1,631,381
1993/94	731,538	487,105	167,971	277,088	24,599 (1)	1,688,301
1994/95	795,587	521,842	181,399	268,098	22,691	1,789,617
1995/96	850,952	572,953	179,985	285,970	22,350	1,912,210
1996/97	881,440	625,329	195,206	285,712	26,297	2,013,984
1997/98	948,202	669,849	217,842	293,443	21,554	2,150,890
1998/99	993,367	625,849	223,449	301,543	21,027	2,165,235
1999/00	1,064,496	776,476	225,959	308,107	20,281	2,395,319
2000/01	1,146,136	717,709	308,962	325,780	20,375	2,518,962

(1) Cigarette tax adopted effective July 1, 1993

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>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>
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
1997/98	1,461,071	1,429,831	97.86	10,337	1,440,168	98.57	18,673	1.28
1998/99	1,527,120	1,520,884	99.57	14,166	1,535,050	100.52	12,913	.85
1999/00	1,337,975	1,330,608	99.45	12,359	1,342,967	100.37	11,460	.86
2000/01	1,618,423	1,608,473	99.39	8,863	1,617,336	99.9	10,999	.68

THE CITY OF LAKE SAINT LOUIS, MISSOURI
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

FISCAL YEAR	REAL ESTATE		RAILROAD AND UTILITY		TOTAL		RATIO OF ASSESSED VALUE TO TOTAL ESTIMATED ACTUAL VALUE
	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	
1991/92	\$ 70,477,730	\$354,632,801	\$ 1,438,064	\$ 4,493,950	\$ 71,915,794	\$359,126,751	20.03%
1992/93	73,796,230	370,355,944	1,563,704	4,866,575	75,359,934	375,242,519	20.08
1993/94	76,592,360	373,141,025	1,688,740	5,277,312	78,281,100	378,418,337	20.60
1994/95	76,802,520	386,700,644	169,289	520,562	76,971,809	387,221,206	19.88
1995/96	84,775,386	428,928,891	178,865	558,953	84,954,251	429,487,844	19.78
1996/97	87,940,780	445,357,073	235,515	735,984	88,176,295	446,093,057	19.77
1997/98	100,489,180	508,480,609	290,779	908,684	100,779,959	509,389,293	19.78
1998/99	104,256,920	528,495,622	242,512	757,850	104,499,432	529,253,472	19.75
1999/00	118,652,360	660,982,352	348,804	1,090,013	119,001,164	662,072,365	17.97
2000/01	127,061,090	727,550,388	359,856	1,124,550	127,420,946	728,674,938	17.49

SOURCE: St. Charles County Assessor's Office

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		
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
1997/98	.93	.51	1.44	3.51	.52	4.03	.03	.03	.06	2.22	7.75
1998/99	.93	.51	1.44	3.75	.62	4.37	.02	.02	.04	2.22	8.07
1999/00	.88	.23	1.11	3.75	.62	4.37	.02	.02	.04	1.61	7.13
2000/01	.88	.368	1.248	3.75	.62	4.37	.02	—	.02	1.62	7.258

THE CITY OF LAKE SAINT LOUIS, MISSOURI
RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUE
AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS

<u>FISCAL YEAR</u>	<u>POPULATION (1)</u>	<u>ASSESSED VALUE (2)</u>	<u>GROSS BONDED DEBT</u>	<u>LESS DEBT SERVICE FUND</u>	<u>NET BONDED DEBT</u>	<u>RATIO OF NET BONDED DEBT TO ASSESSED VALUE</u>	<u>NET BONDED DEBT PER CAPITA</u>
1991/92	8,000	\$70,477,730	\$ 5,440,000	\$ 779,818	\$ 4,660,182	6.61%	\$ 582.52
1992/93	8,200	73,796,230	5,230,000	551,488	4,678,512	6.36	570.55
1993/94	8,500	76,592,360	4,991,072	306,514	4,684,558	6.12	551.12
1994/95	8,815	76,802,520	4,826,072	223,951	4,602,121	5.98	521.90
1995/96	9,165	84,775,386	4,646,072	168,712	4,477,360	5.28	488.53
1996/97	9,532	87,940,780	4,446,072	153,540	4,292,532	4.88	450.33
1997/98	10,980	100,489,180	4,231,072	541,488	3,689,584	3.67	336.03
1998/99	11,300	104,256,920	3,991,072	634,875	3,356,197	3.22	297.01
1999/00	11,600	118,652,360	3,951,072	551,787	3,399,285	2.87	293.05
2000/01	11,900	127,061,090	6,251,072	647,886	5,603,186	4.41	470.85

(1) Population figures are based on U.S. census data, revenue sharing data, and The City of Lake Saint Louis estimates

(2) SOURCE: St. Charles County Assessor's Office

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>
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
1997/98	215,000	242,042	457,042	4,323,360	10.57
1998/99	240,000	232,120	472,120	5,162,877	9.15
1999/00	40,000	220,650	260,650	7,168,000	3.64
2000/01	200,000	218,730	418,730	4,424,321	9.46

THE CITY OF LAKE SAINT LOUIS, MISSOURI
DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS

<u>FISCAL YEAR</u>	<u>POPULATION</u> (1)	<u>PER CAPITA INCOME</u> (2)	<u>SCHOOL ENROLLMENT</u> (3)	<u>UNEMPLOYMENT RATE</u> (4)
1991/92	8,000	\$25,507	\$ 4,445	3.50%
1992/93	8,200	26,017	4,753	3.60
1993/94	8,500	26,928	4,634	4.20
1994/95	8,815	27,735	4,750	5.00
1995/96	9,165	28,844	4,900	2.20
1996/97	9,532	29,998	5,200	2.20
1997/98	10,980	31,198	5,355	2.20
1998/99	11,300	32,445	5,809	1.70
1999/00	11,600	33,740	5,905	1.10
2000/01	11,900	44,634	6,203	1.60

- (1) Population figures are based on U.S. census data, revenue sharing data, and The City of Lake Saint Louis estimates
- (2) Per capita figures are based on U.S. census data, revenue sharing data and The City of Lake Saint Louis estimates
- (3) Represents total school enrollment. District does not maintain figures by location
- (4) SOURCE: Division of Employment Security

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
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
1997/98	9,140,680	91,110,880	100,251,560	4	709,368	103	21,914,200
1998/99	9,665,170	94,460,000	104,125,170	2	1,800,000	131	27,382,000
1999/00	12,093,160	106,276,210	118,369,370	11	6,923,000	165	31,490,968
2000/01	13,744,320	113,316,770	127,061,090	4	1,445,910	141	28,319,268

(1) Assessed value

(2) Actual value

THE CITY OF LAKE SAINT LOUIS, MISSOURI
PRINCIPAL TAXPAYERS
JUNE 30, 2001

<u>TAXPAYER</u>	<u>TYPE OF BUSINESS</u>	<u>2000 ASSESSED VALUATION</u>	<u>PERCENTAGE OF TOTAL ASSESSED VALUATION</u>
Cedar Ridge Associates	Condominiums	\$2,805,140	2.20%
SSM Health Care	Medical	1,104,450	0.87
SM Properties	Grocery	1,060,800	0.83
American Expo Center	Arena Complex	805,100	0.63
Lake Forest Golf and Country Club	Country Club	776,170	0.61
Laclede Gas	Utility	730,210	0.57
Palmer Properties	Office Building	710,870	0.56
Cuivre River Electric	Utility	675,180	0.53
Bent Oak LLC	Apartments	589,540	0.46
Simba Properties	Medical Building	421,620	0.33

SOURCE: The City of Lake Saint Louis Tax Records

THE CITY OF LAKE SAINT LOUIS, MISSOURI
 COMPUTATION OF DIRECT AND OVERLAPPING DEBT
 GENERAL OBLIGATION BONDS
 JUNE 30, 2001

<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	\$ 6,251,072	100.0%	\$ 6,251,072
Overlapping:			
St. Charles County	715,000	4.65	33,248
St. Charles County Community College	34,480,000	4.68	1,613,664
Wentzville School District	36,615,000	32.97	12,071,066
TOTAL			<u>\$19,969,050</u>

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

THE CITY OF LAKE SAINT LOUIS, MISSOURI
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2001

Assessed valuation	<u>\$127,061,090</u>
Debt limit - 10% of assessed valuation	\$ 12,706,109
Amount of debt applicable to debt limit:	
Total bonded debt	6,251,072
Less:	
Amount available in Debt Service Fund	
Total amount of debt applicable to debt limit	<u>647,886</u> <u>5,603,186</u>
Legal debt margin	<u>\$ 7,102,923</u>

THE CITY OF LAKE SAINT LOUIS, MISSOURI
MISCELLANEOUS STATISTICS AND INFORMATION
JUNE 30, 2001

Date of Incorporation	May 27, 1975			
Form of Government	4th class		Sewer System:	
Number of Employees:			Miles of sanitary sewers	110
Classified	36		Miles of storm sewers	60
Exempt	14		Number of treatment plants	1
			Number of service connectors	5,035
Area in Square Miles	8.5			
City of Lake Saint Louis				
Facilities and Services:			Water System:	
Miles of streets	60		Miles of water mains	430
			Number of service connectors	5,035
Culture and Recreation:			Number of fire hydrants	347
Parks	2			
Park acreage	75		Education: (Wentzville School District)	
Ball diamonds	6		Number of elementary schools	4
			Number of elementary school instructors	198
Police Protection:			Number of middle and high schools	3
Number of stations	1		Number of middle and high school instructors	195
Number of police personnel and officers	30		Number of colleges	0
Number of patrol units	12		Vocational instructors	0
Number of Law Violations:			Hospitals:	
Physical arrests	563 adult		Number of hospitals	1
54 juvenile	617		Number of beds	87
Traffic violations	3,052 tickets		Lake Saint Louis Community Association	
225 accidents	3,277		Swimming pools	2
			Lakes	2
Facilities and Services Not Included			Tennis courts	4
in the Reporting Entity:				
Fire Protection:				
Number of stations	2			
Number of fire personnel and officers	40			
Number of calls answered	578			
Number of inspections completed	1,000			