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Comprehensive Annual Financial Report, 2006

City of Lake St. Louis

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THE CITY OF LAKE SAINT LOUIS, MISSOURI

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2006



THE CITY OF LAKE SAINT LOUIS, MISSOURI

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INTRODUCTORY
SECTION



August 31, 2006

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

Submitted herewith for your review is the Comprehensive Annual Financial Report (CAFR) of The City of Lake Saint Louis, Missouri for the fiscal year ended June 30, 2006. The Finance Department staff prepared the CAFR. The City is responsible for both the accuracy of the presented data and the fairness and completeness of the presentation, including all disclosures. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to fairly present the City's financial position and results of operations. We have included all disclosures necessary to enable readers to gain an understanding of the City's financial activities during the fiscal year ended June 30, 2006.

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, 2006.

The CAFR is presented in three sections: introductory, financial and statistical. The introductory section includes this transmittal letter, the City organizational chart and a list of principal City officials. This section also includes the Certificate of Achievement for Excellence in Financial Reporting awarded by the Government Finance Officers Association. The financial section includes the government wide financial statements and the fund financial statements and schedules, Management Discussion and Analysis (MD&A), Required and Additional Supplementary Information 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.

Generally Accepted Accounting Principles require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of MD&A. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of Lake Saint Louis, Missouri's MD&A can be found immediately following the Independent Auditors' Report.



GOVERNMENT PROFILE

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

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

The City has approximately 74 full time employees and provides a full range of non-utility municipal services. These services include public works maintenance, public works construction and improvement, planning and zoning, building inspections, engineering, parks, general administrative services and public safety.

ECONOMIC CONDITION AND OUTLOOK

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

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

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

ECONOMIC CONDITION AND OUTLOOK (continued)

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

MAJOR INITIATIVES

During the 2005/2006 fiscal year the Ronald Reagan Drive project was completed and opened – increasing ease of accessibility to the city's new retail shopping area. A water gauge was constructed at Peruque Creek, the major tributary to Lake Saint Louis. Design work started on the city's new 15 acre park – Hawk Ridge Park. This park will be transformed during the coming year, the major addition will be a playground designed to include all children, with and without physical disabilities – the first playground of its kind in the region. Design work was also started on the Lake Saint Louis Boulevard reconstruction project with an anticipated construction start date in spring of 2007. Planning for a major bond issue began during the 2005/2006 fiscal year. The bonds which were approved by voters in August 2006, will fund major projects including development of Hawk Ridge and Veterans Parks, construction of a new Public Works facility and numerous major street projects.

FINANCIAL POLICIES

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

ACCOUNTING SYSTEM AND BUDGETARY CONTROL

In developing the City's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable assurance that assets are effectively safeguarded and those transactions are executed in accordance with management's authorization and are properly recorded. The concept of reasonable assurance recognizes that the cost of the control should not exceed the benefits likely to be derived and that the evaluation of cost and benefits requires estimates and judgments by management. Within this framework, we believe that the City's system of internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

ACCOUNTING SYSTEM AND BUDGETARY CONTROL (continued)

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

DEBT ADMINISTRATION

As of June 30, 2006, the City had \$9,235,000 in outstanding general obligation debt. Under Missouri Statutes, the City's general obligation debt issuance is subject to legal limitation based on ten percent of total assessed value of real property. At June 30, 2006 this debt limit was \$25,033,408.

These bonds, issued for street and drainage improvements, land acquisition and development of a park, acquisition and construction of a highway interchange and construction of a civic center, 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 eleven to thirty-five days. During the fiscal year ended June 30, 2006, the City's cash resources were concentrated in demand deposits. The amount of interest earned was \$129,998, an increase of \$49,614 from the 2004/2005 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 capital assets. The last completed project financed by general obligation bonds was the construction of the Civic Center from which city staff began operating in September 2004. Projects financed by general obligation bonds and uncompleted at June 30, 2006 include the street replacement program.

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 City's insurance carrier, Missouri Intergovernmental Risk Management Association.

FUTURE PROSPECTS

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

In addition to the expected residential growth, City staff anticipates that the current increase in commercial development will continue at an increased rate into the future. With the construction of an interchange along Highway 40/61 and the addition of an outer road to service this interchange, and with the development of the Hawk Ridge Business Park, City staff are optimistic that Lake Saint Louis will continue to attract commercial development of the highest quality.

INDEPENDENT AUDIT

It is the policy of The City of Lake Saint Louis, Missouri to have an independent audit of all books and accounts, financial records and transactions of the City at the close of each fiscal year. A Certified Public Accountant, selected by the Board of Aldermen, performs this audit annually. The 2005/2006 fiscal year audit has been completed and the independent 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 the Certificate of Achievement for Excellence in Financial Reporting to the City of Lake Saint Louis for its comprehensive annual financial report for the fiscal year ended June 30, 2005. The Certificate of Achievement is a prestigious national award that recognizes adherence to the highest standards for preparation of state and local government financial reports.

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

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

ACKNOWLEDGMENTS

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

Respectfully submitted,



Renee M. Roettger, CPA
Director of Finance

**THE CITY OF LAKE SAINT LOUIS, MISSOURI
LIST OF PRINCIPAL OFFICIALS**

ELECTED OFFICIALS

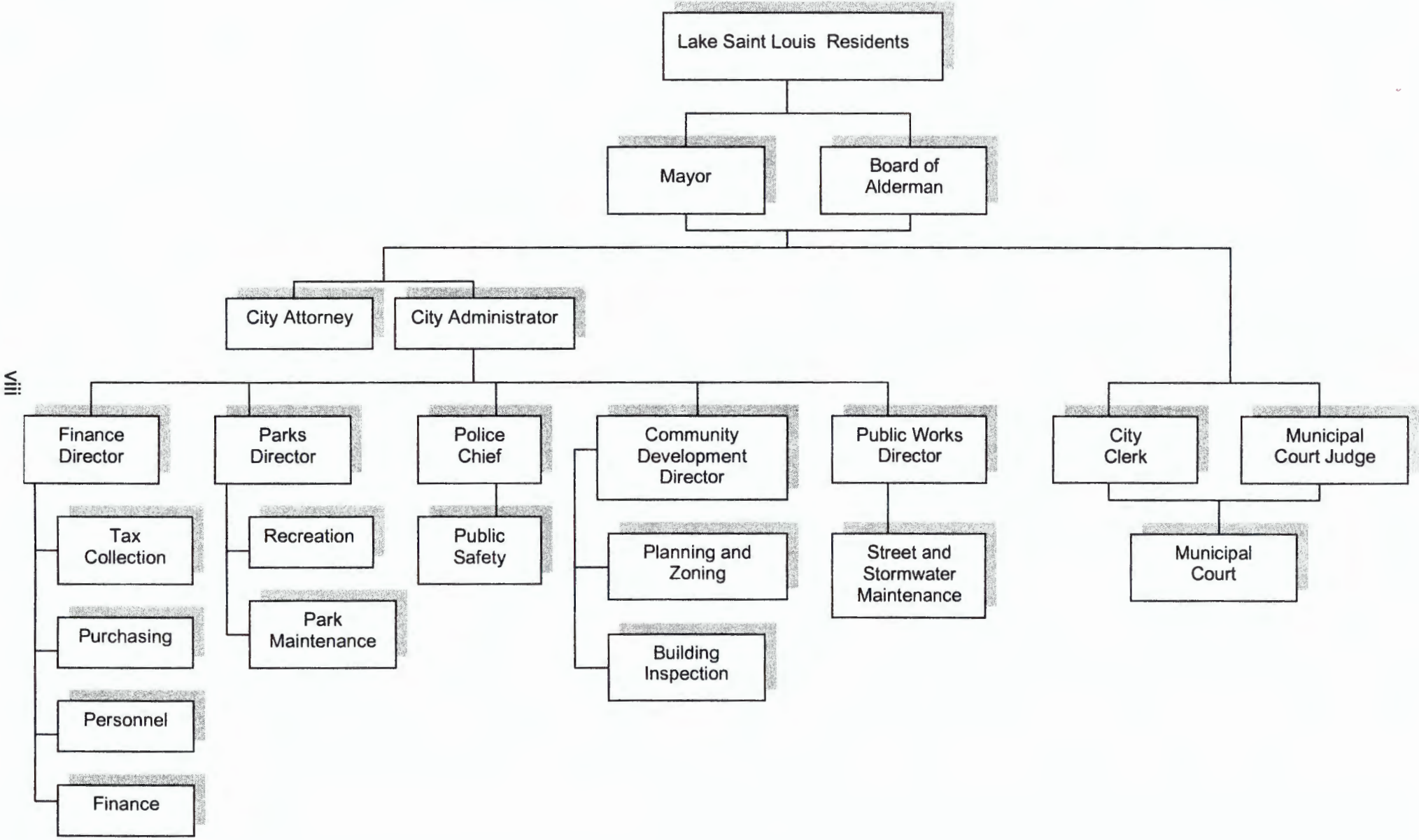
Mayor	Michael Potter
Alderman	Pearson Buell
Alderman	James E. Lloyd Jr.
Alderman	Charlotte Norton
Alderman	John Pellerito
Alderman	Ralph Sidebottom
Alderman	Harry Slyman

APPOINTED OFFICIALS

City Administrator	Paul Markworth
Assistant to the City Administrator	Bryan Richison
City Clerk	Donna Daniel
Community Development Director	Steven Schertel
Finance Director	Renee Roettger
Parks Director	David Reynolds
Police Chief	Mike Force
Public Works Director	Derek Koestel

THE CITY OF LAKE SAINT LOUIS, MISSOURI

Organizational Chart



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, 2005

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.



Carla E. Perry

President

Jeffrey R. Egan

Executive Director

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FINANCIAL
SECTION

SCHOWALTER & JABOURI, P.C.

CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS
11878 GRAVOIS ROAD
ST. LOUIS, MISSOURI 63127
(314) 849-4999
FAX (314) 849-3486

FINANCIAL SERVICES
COMPUTER SOLUTIONS
ADMINISTRATIVE OFFICES

11777 GRAVOIS ROAD
ST. LOUIS, MISSOURI 63127
(314) 842-2929
FAX (314) 842-3483

INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying financial statements of the governmental activities and each major fund of The City of Lake Saint Louis, Missouri, as of and for the year ended June 30, 2006, which collectively comprise The City of Lake Saint Louis, Missouri's basic financial statements as listed in the table of contents. These financial statements are the responsibility of The City of Lake Saint Louis, Missouri's management. Our responsibility is to express opinions on these financial statements based on our audit.

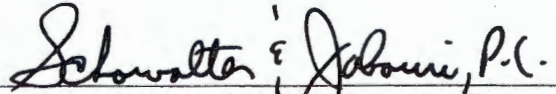
We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of The City of Lake Saint Louis, Missouri, as of June 30, 2006 and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis on pages 3 through 11 the Schedule of Revenues, Expenditures and Change in Fund Balance - Budget and Actual - General Fund and related notes on pages 36 through 40, and the Schedule of Funding Progress on page 41, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

In accordance with *Government Auditing Standards*, we have also issued a report dated August 31, 2006 on our consideration of The City of Lake Saint Louis, Missouri's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise The City of Lake Saint Louis, Missouri's basic financial statements. The introductory section, the various Schedules of Revenues, Expenditures and Change in Fund Balance - Budget and Actual listed as additional supplementary information, and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The additional supplementary information has been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical information to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.


SCHOWALTER & JABOURI, P.C.

St. Louis, Missouri
August 31, 2006

THE CITY OF LAKE SAINT LOUIS, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

As Management of The City of Lake Saint Louis, Missouri (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2006. We encourage readers to consider the information that we have furnished in our letter of transmittal, which can be found at the front of this report.

Financial Highlights

- On a government-wide basis the assets of the City exceeded liabilities at June 30, 2006 by \$6,616,775. Of this amount, \$4,270,317 is invested in capital assets net of related debt and \$1,264,751 is restricted for specific purposes (restricted net assets). The City's unrestricted net asset balance is \$1,239,432.
- The total reported as investment in capital assets net of related debt does not include the value of street and storm water infrastructure at June 30, 2003 which will be added during fiscal year 2006/2007, increasing the net asset value.
- The City's total net assets increased \$2,382,144 during 2005/2006.
- General revenues related to governmental activities were \$5,332,644 and include \$2,463,523 (46.2%) in sales and utility gross receipt taxes. Property taxes accounted for \$2,629,161 (49.3%) of general revenues.
- Net expenses from the various functions of governmental activities was \$2,950,500.
- At June 30, 2006, the City's governmental funds reported combined ending fund balances of \$2,784,287, a decrease of \$130,121 compared to the June 30, 2005 ending fund balances of \$2,914,408. Approximately 34.4% of this total (\$956,638) is not reserved or designated in any way and is available to be spent at the City's discretion.
- At June 30, 2006, the unreserved fund balance of the General Fund was \$956,638, or 15.6% of general fund expenditures.

Overview of the Financial Statements

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

THE CITY OF LAKE SAINT LOUIS, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

Overview of the Financial Statements (continued)

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

Government-Wide Financial Statements

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

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

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

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

Government-Wide Financial Analysis

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

THE CITY OF LAKE SAINT LOUIS, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

Analysis of Net Assets

Total net assets increased \$2,382,144 (56.3%) to \$6,616,775 over the previous year. As noted earlier, net assets may be, over time, an indicator of the City's overall financial health. The City has three categories of net assets: unrestricted, restricted and invested in capital assets, net of related debt. All categories have positive balances at June 30, 2006.

The largest category of the City's net assets, \$4,270,317 or 64.5% of the total, reflects the City's investment in capital assets (land, buildings, equipment, infrastructure), net of any related outstanding debt used to construct or acquire those assets. These assets are used in the City's provision of services and are not available for liquidation and future spending. The resources necessary to repay the related debt must be provided from other sources.

The second category of the City's net assets represents an unrestricted net asset balance of \$1,081,707 (16.4% of the total). This balance is comprised of assets that are not subject to any external restrictions and are currently available for the City's use.

The final category of the City's net assets, \$1,264,751 or 19.1% of the total, represents resources that are subject to external restrictions on their use.

**Statement of Net Assets
Governmental Activities
June 30,**

	<u>2006</u>	<u>2005</u>
Assets		
Current and other assets	\$ 4,238,718	\$ 3,669,010
Capital assets	<u>13,670,690</u>	<u>11,470,205</u>
Total Assets	<u>17,909,408</u>	<u>15,139,215</u>
Liabilities		
Long-term obligations	9,732,374	9,809,777
Other liabilities	<u>1,560,259</u>	<u>1,094,807</u>
Total Liabilities	<u>11,292,633</u>	<u>10,904,584</u>
Net Assets		
Invested in capital assets, net of related debt	4,270,317	1,535,038
Restricted	1,107,026	1,342,158
Unrestricted	<u>1,239,432</u>	<u>1,357,435</u>
Total Net Assets	<u>\$6,616,775</u>	<u>\$ 4,234,631</u>

THE CITY OF LAKE SAINT LOUIS, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

Changes in Net Assets

In 2006, the City's total revenue on a government-wide basis was \$10,973,046, an increase of \$3,082,561 over 2005 revenues (39.1%). Of the City's revenue, taxes represent 46.7%, 40.7% is generated by operating and capital grants, 10.7% is from charges for services and the remainder is interest earned and miscellaneous revenue.

The total cost of all programs and services for 2005/2006 was \$8,590,902. This represents an increase of \$2,075,029 or 31.8% over the prior year. The City's expenses cover a range of typical city services – city administration, police, court community development, public works and parks. Of these, the police and public works functions together make up over half of the total cost of programs and services – 28.7% and 34.2% respectively. The public works function experienced the largest increase in 2005/2006 over the prior year – 112.9%.

Key elements in the changes in net assets are as follows:

Statement of Changes in Net Assets		
Governmental Activities		
For the Fiscal Year Ended June 30,		
	<u>2006</u>	<u>2005</u>
Revenues		
Program revenues:		
Charges for services	\$ 1,171,068	\$ 1,091,550
Operating grants and contributions	800,901	817,706
Capital grants	3,668,433	1,558,730
General revenues:		
Taxes	5,119,172	4,241,447
Investment earnings	129,998	87,924
Gain on sale of capital assets	52,984	79,960
Other	<u>30,490</u>	<u>13,168</u>
Total Revenues	<u>10,973,046</u>	<u>7,890,458</u>
Expenses		
Administration	815,006	866,852
Finance	321,293	280,112
Police	2,463,024	2,166,863
Community development	665,933	483,489
Public works	2,939,943	1,381,165
Court	158,606	157,502
Parks	710,330	659,129
Facilities maintenance	96,640	68,937
Interest and fiscal charges	<u>420,127</u>	<u>451,824</u>
Total Expenses	<u>8,590,902</u>	<u>6,515,873</u>
Change in net assets	2,382,144	1,374,612
Net assets, beginning of year	<u>4,234,631</u>	<u>2,860,019</u>
Net assets, end of year	<u>\$ 6,616,775</u>	<u>\$ 4,234,631</u>

THE CITY OF LAKE SAINT LOUIS, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

Fund Financial Statements

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

Governmental Funds

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

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

The fund financial statements are found on pages 14 - 17.

Government Funds Financial Analysis

At the end of the current fiscal year, the City's governmental funds report a combined fund balance of \$2,784,287, with a net reduction in total fund balance of \$130,121 from the previous year. Approximately \$957,000 of the total June 30, 2006 combined fund balance represents unreserved fund balance, which is available for spending at the City's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending, because it has previously been committed (1) to liquidate existing contracts and purchase orders (\$720,623), (2) to pay debt service (\$879,403), (3) to fund projects per general obligation bond requirements (\$1,191) and (4) to fund capital projects (\$226,432).

THE CITY OF LAKE SAINT LOUIS, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

Government Funds Financial Analysis (continued)

General Fund

The general fund is the primary operating fund of the City. At the end of the current fiscal year, unreserved fund balance of the general fund was \$956,638, while total fund balance was \$1,398,336.

As a measure of the general fund's liquidity, it may be useful to compare both the unreserved fund balance and total fund balance to total fund expenditures. In fiscal year 2005/2006, unreserved fund balance represents 15.6% of \$6,127,634 of general fund expenditures, while total fund balance represents 22.8% of the same amount.

The decrease in unreserved general fund balance between fiscal year 2004/05 and 2005/06 of \$198,179 and the increase in the general fund balance reserved for encumbrances over the same time period of \$130,950 is related to the budgeted general fund balance decrease of \$478,233. This budgeted fund balance decrease is due to increasing salaries and services provided in anticipation of increased sales tax revenue to support the additional expense in the following year. The general fund balance reserved for prepaids increased \$32,183 at June 30, 2006 over the prior year due primarily to liability insurance paid in advance which increased because of an increased insurance rate applied to a base of salaries expense which increased as discussed above.

Other Major Governmental Funds

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

- The debt service fund revenue and expense increased from 2004/2005 to 2005/2006. Revenues increased by \$173,851 due to rising interest rates on balances invested as well as a stable tax rate applied to an assessed valuation increased through reassessment and through new construction. Expenditures increased \$30,385 due to the structure of bond payments. The \$203,442 increase in fund balance between June 30, 2005 and June 30, 2006 will accommodate the scheduled increases in debt service payments in 2006/2007.
- The street projects fund was created to segregate the proceeds from the 2001 general obligation bonds dedicated to certain large street and storm water construction and maintenance projects. The fund balance decreased \$50,377 during fiscal year 2005/2006 to \$40,278. The fund revenues remained minimal and increased slightly due to receipt of a governmental grant. Expenses decreased, however, with the major projects completed in prior years and only smaller projects remaining. The remaining projects are expected to be completed during 2006/2007 which will deplete the remaining fund balance.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

Other Major Governmental Funds (continued)

- The capital projects fund balance decreased \$242,571 from \$708,841 to \$466,270. Revenues increased \$576,968 over the prior year while expenses increased \$302,829 during the same period. A large portion of the June 30, 2005 fund balance was attributable to funds on hand, either received through grants or transferred from the general fund, dedicated to completing the several street replacement projects (\$113,687). Most of these projects were completed during the year ended June 30, 2006. Additionally the fund balance dedicated to park development decreased \$162,747 due to approximately \$100,641 received in park donations netted with around \$71,700 spent to construct a new park and about \$123,000 spent for lighting work and Founders playground reconstruction.
- The city hall construction fund balance decreased \$5,569 to \$0 at June 30, 2006. The civic center construction was completed and the facility was opened in September, 2004. The balance that remained at June 30, 2005 was used to pay final amounts due on contracts and to fund a few smaller items for the new facility.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements may be found on pages 18 – 35 of this report.

Required and Additional Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also contains certain required supplementary information which can be found on pages 36 – 41 of this report.

Capital Assets

The City has invested \$13,670,690 in capital assets, net of accumulated depreciation. This investment in capital assets includes land, buildings, park facilities, roads, vehicles, machinery and equipment. This amount represents a net increase for the current fiscal year (including additions and deductions) of \$2,200,485.

Accumulated depreciation represents 12.1% of the total cost of capital assets, and 15.0% of the cost of depreciable assets. Land and construction in progress, representing 19.5% of total capital assets are not subject to depreciation.

The amount invested in capital assets shown on the financial statements does not include infrastructure assets in service at June 30, 2003. The value of these items will be added in the next fiscal year which will increase not only capital assets but also the accumulated depreciation.

Additional capital asset information can be found in Note 3 on page 28 of this report.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

Long-Term Debt

At the end of the fiscal year, the City had outstanding long-term debt obligations of \$9,235,000 of general obligation bonds. Further information regarding debt may be found in Note 5 to the financial statements beginning on page 29.

**Outstanding Long-Term Debt General Obligation Bonds
June 30,**

	<u>2006</u>	<u>2005</u>	<u>% Change</u>
1994 Refunding Bonds	\$ - -	\$ 44,173	(100.0%)
2001 Street Improvement Bonds	2,285,000	2,360,000	(3.2)
2002 Refunding Bonds	3,105,000	3,165,000	(1.9)
2002B Civic Center Bonds	<u>3,845,000</u>	<u>3,865,000</u>	(1.)
Total	<u>\$9,235,000</u>	<u>\$9,434,173</u>	(2.1)

Compensated Absences, or accrued vacation and compensatory time increased \$240,991 or 265% over the prior fiscal year. The increase is due to increased salaries, increased number of employees, as well as a policy change that increased maximum hours allowed to be carried over.

Capital lease obligations are related to crack seal equipment, dispatch equipment, a phone system and police vehicles.

General Fund Budget Variances

The budget was amended during the year to account for actual revenues and for expenses which were not predictable at budget time and for project cost overruns. Through the amendment process, revenues were increased 11.2% over the original amount and expenses were increased by 12.6% over the original budget.

Some of the major differences between original and final budgeted revenue amounts include sales taxes, which increased \$415,007 or 36.9%; franchise taxes which increased \$57,400 or 13.6%; court fines which increased \$26,000 or 7.9%; and building permits which increased \$97,045 or 44.1%. The increase in sales taxes budgeted was due to conservative sales estimates for new retail businesses used during the budget process were lower than the actual levels of sales. The franchise tax increase is due to increasing natural gas prices as well as increased cable rates and subscribers. The court fine increase is due to the addition of a traffic enforcement officer. The building permit increase is due to uncertainty about which projects will begin construction during the year.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2006

General Fund Budget Variances (continued)

The major differences between the original and final budgeted expenditures include the following: Several capital purchases and projects were added to the budget during the year – Freymuth Sidewalks, Rue Grand Culvert Project, Lake Saint Louis Boulevard Reconstruction Project engineering, new reel mowers for increased right of way, warning lights for park vehicles, Rue Grand Overlay, – these changes total approximately \$173,000. Five new fulltime positions were added to the budget throughout the year – three police officers and two parks maintenance workers. A part time police employee was added along with a temporary parks employee – these changes total approximately \$120,000. These positions were added to accommodate the increased city activity related to growth in development, in city-owned right of way, and in population. Citywide, approximately \$20,000 was added to the budget for fuel because of rising gas prices. \$365,000 was added to the budget for a right of way settlement payment awarded by the courts along with about \$32,000 for increased legal costs related to the case.

Overall, the general fund ended fiscal year 2006 with excess revenues and other financing sources under expenditures and other financing uses of approximately \$35,046. Growth in revenue was not equal to expense growth, but that trend is budgeted to reverse in 2007. Several additional commercial developments are expected to be completed which will enable the city to begin building reserves once again.

Economic Outlook

City revenues increased overall during fiscal year 2006 and are expected to increase at an even greater rate in fiscal year 2007 when new businesses currently under construction begin to generate sales taxes. Rising personnel and benefit costs and planned capital projects are expected to be the major portion of the increase in expenses. In fiscal year 2007, unreserved fund balance is projected to increase by approximately \$588,809 due to mainly to the expected increase in sales tax revenue.

Financial Contact

This financial report is designed to provide a general overview to the reader of the City of Lake Saint Louis' finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Finance, The City of Lake Saint Louis, Missouri, 200 Civic Center Drive, Lake Saint Louis, Missouri 63367.

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BASIC FINANCIAL STATEMENTS

THE CITY OF LAKE SAINT LOUIS, MISSOURI

STATEMENT OF NET ASSETS
JUNE 30, 2006

	<u>Governmental Activities</u>
-- ASSETS --	
Cash and cash equivalents.....	\$ 3,439,731
Taxes receivable.....	43,080
Interest and other local receivable.....	492,341
Prepaid items.....	263,566
Capital assets:	
Land.....	2,909,807
Construction in progress.....	116,048
Other capital assets, net of accumulated depreciation.....	<u>10,644,835</u>
TOTAL ASSETS.....	<u>\$ 17,909,408</u>
-- LIABILITIES --	
Accounts payable.....	\$ 662,072
Unearned revenue.....	115,774
Accrued liabilities.....	144,058
Funds held in escrow.....	507,646
Accrued interest.....	130,709
Long-Term Liabilities:	
Due within one year.....	622,435
Due in more than one year.....	<u>9,109,939</u>
Total Liabilities.....	<u>11,292,633</u>
-- NET ASSETS --	
Invested in capital assets, net of related debt.....	4,270,317
Restricted for:	
Capital projects.....	506,548
Debt service.....	758,203
Unrestricted.....	<u>1,081,707</u>
Total Net Assets.....	<u>6,616,775</u>
TOTAL LIABILITIES AND NET ASSETS.....	<u>\$ 17,909,408</u>

See accompanying notes to the basic financial statements

THE CITY OF LAKE SAINT LOUIS, MISSOURI

**STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
Governmental Activities:					
Administration.....	\$ 815,006	\$ 88,693	\$ -	\$ 1,176	\$ (725,137)
Finance.....	321,293	-	-	-	(321,293)
Police.....	2,463,024	369,833	63,255	-	(2,029,936)
Community development.....	665,933	464,364	11,216	10,000	(180,353)
Public works.....	2,939,943	-	726,430	3,380,476	1,166,963
Court.....	158,606	-	-	-	(158,606)
Parks.....	710,330	248,178	-	276,781	(185,371)
Facilities maintenance.....	96,640	-	-	-	(96,640)
Interest and fiscal charges.....	420,127	-	-	-	(420,127)
TOTAL GOVERNMENTAL ACTIVITIES.....	\$ 8,590,902	\$ 1,171,068	\$ 800,901	\$ 3,668,433	(2,950,500)

General Revenues

Taxes:

Property taxes, levied for general purposes	1,622,224
Property taxes, levied for debt service.....	1,006,937
Sales taxes.....	1,555,138
Utility.....	908,385
Other.....	26,488
Investment earnings.....	129,998
Gain on sale of capital assets.....	52,984
Other revenues.....	30,490

TOTAL GENERAL REVENUES..... 5,332,644

CHANGE IN NET ASSETS..... 2,382,144

NET ASSETS, BEGINNING OF YEAR..... 4,234,631

NET ASSETS, END OF YEAR..... \$ 6,616,775

See accompanying notes to the basic financial statements

THE CITY OF LAKE SAINT LOUIS, MISSOURI

**BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2006**

	<u>General</u>	<u>Debt Service</u>	<u>Street Projects</u>	<u>Capital Projects</u>	<u>Total Governmental Funds</u>
-- ASSETS --					
Cash and cash equivalents.....	\$ 2,066,608	\$ 874,601	\$ 41,410	\$ 457,112	\$ 3,439,731
Taxes receivable.....	28,769	14,311	-	-	43,080
Interest and other local receivable.....	471,031	-	-	21,310	492,341
Prepaid items.....	263,566	-	-	-	263,566
TOTAL ASSETS.....	<u>\$ 2,829,974</u>	<u>\$ 888,912</u>	<u>\$ 41,410</u>	<u>\$ 478,422</u>	<u>\$ 4,238,718</u>
-- LIABILITIES AND FUND BALANCES --					
LIABILITIES:					
Accounts payable.....	\$ 648,788	\$ -	\$ 1,132	\$ 12,152	\$ 662,072
Deferred revenue.....	131,146	9,509	-	-	140,655
Accrued liabilities.....	144,058	-	-	-	144,058
Funds held in escrow.....	507,646	-	-	-	507,646
Total Liabilities.....	<u>1,431,638</u>	<u>9,509</u>	<u>1,132</u>	<u>12,152</u>	<u>1,454,431</u>
FUND BALANCES:					
Reserved for:					
Debt service.....	-	879,403	-	-	879,403
Street projects.....	-	-	1,191	-	1,191
Capital projects.....	-	-	-	226,432	226,432
Prepaid items.....	263,566	-	-	-	263,566
Encumbrances.....	178,132	-	39,087	239,838	457,057
Unreserved:					
Undesignated.....	956,638	-	-	-	956,638
Total Fund Balances.....	<u>1,398,336</u>	<u>879,403</u>	<u>40,278</u>	<u>466,270</u>	<u>2,784,287</u>
TOTAL LIABILITIES AND FUND BALANCES.....	<u>\$ 2,829,974</u>	<u>\$ 888,912</u>	<u>\$ 41,410</u>	<u>\$ 478,422</u>	<u>\$ 4,238,718</u>

See accompanying notes to the basic financial statements

THE CITY OF LAKE SAINT LOUIS, MISSOURI

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
JUNE 30, 2006

Total Fund Balance - Governmental Funds..... \$ 2,784,287

Amounts reported for *governmental activities* in the Statement of Net Assets are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$15,544,053 and accumulated depreciation is \$1,873,363..... 13,670,690

Property taxes assessed by the City, but not collected within 60 days of year end are deferred within the fund financial statements. However, revenue for this amount is recognized in the government-wide statements..... 24,881

Long-term liabilities, applicable to the City's governmental activities, are not due and payable in the current period and therefore are not reported as liabilities within the fund financial statements. Interest on long-term debt is not accrued in governmental funds but rather is recognized as an expenditure when due. All liabilities are reported in the government-wide statement of net assets. Balances as of June 30, 2006 are:

General obligation bonds.....	(9,235,000)	
Compensated absences.....	(332,001)	
Capital lease obligation.....	(165,373)	
Accrued interest.....	(130,709)	
	<hr/>	
Total.....		<u>(9,863,083)</u>

Total Net Assets - Governmental Activities..... \$ 6,616,775

See accompanying notes to the basic financial statements

THE CITY OF LAKE SAINT LOUIS, MISSOURI

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	General	Debt Service	Street Projects	Capital Projects	City Hall Construction	Total Governmental Funds
REVENUES:						
Taxes	\$ 4,107,358	\$ 1,003,219	\$ -	\$ -	\$ -	\$ 5,110,577
Fees, licenses, fines and permits.....	844,374	-	-	-	-	844,374
Intergovernmental.....	801,084	-	10,010	1,701,176	-	2,512,270
Recreation.....	248,178	-	-	-	-	248,178
Grants.....	-	-	-	20,957	-	20,957
Interest.....	78,792	29,705	240	21,243	18	129,998
Miscellaneous.....	86,833	-	-	32,233	-	119,066
Total Revenues.....	<u>6,166,619</u>	<u>1,032,924</u>	<u>10,250</u>	<u>1,775,609</u>	<u>18</u>	<u>8,985,420</u>
EXPENDITURES:						
Current:						
Administration.....	603,613	-	-	-	-	603,613
Finance.....	282,481	-	-	-	-	282,481
Police	2,260,914	-	-	-	-	2,260,914
Community development.....	622,263	-	-	-	-	622,263
Public works.....	896,519	-	-	-	-	896,519
Court	151,214	-	-	-	-	151,214
Parks.....	591,776	-	-	-	-	591,776
Facilities maintenance.....	95,181	-	-	-	-	95,181
Capital outlay.....	488,852	-	60,627	2,152,111	5,649	2,707,239
Debt Service:						
Principal.....	119,221	199,173	-	-	-	318,394
Interest and fiscal charges.....	15,600	630,309	-	-	-	645,909
Total Expenditures.....	<u>6,127,634</u>	<u>829,482</u>	<u>60,627</u>	<u>2,152,111</u>	<u>5,649</u>	<u>9,175,503</u>
EXCESS REVENUES OVER (UNDER) EXPENDITURES.....	<u>38,985</u>	<u>203,442</u>	<u>(50,377)</u>	<u>(376,502)</u>	<u>(5,631)</u>	<u>(190,083)</u>
OTHER FINANCING SOURCES (USES):						
Proceeds from sale of capital assets.....	49,188	-	-	-	-	49,188
Insurance proceeds.....	10,774	-	-	-	-	10,774
Capital lease.....	-	-	-	-	-	-
Transfers to other funds.....	(133,993)	-	-	-	-	(133,993)
Transfers from other funds.....	-	-	-	133,931	62	133,993
Total Other Financing Sources (Uses).....	<u>(74,031)</u>	<u>-</u>	<u>-</u>	<u>133,931</u>	<u>62</u>	<u>59,962</u>
NET CHANGES IN FUND BALANCES.....	(35,046)	203,442	(50,377)	(242,571)	(5,569)	(130,121)
FUND BALANCES, BEGINNING OF YEAR.....	1,433,382	675,961	90,655	708,841	5,569	2,914,408
FUND BALANCES, END OF YEAR.....	<u>\$ 1,398,336</u>	<u>\$ 879,403</u>	<u>\$ 40,278</u>	<u>\$ 466,270</u>	<u>\$ -</u>	<u>\$ 2,784,287</u>

See accompanying notes to the basic financial statements

THE CITY OF LAKE SAINT LOUIS, MISSOURI

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

Net Change in Fund Balances - Total Governmental Funds..... \$ (130,121)

Amounts reported for *governmental activities* in the Statement of Activities are different because:

Capital outlays are reported as expenditures in the governmental funds. However, in the Statement of Activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In addition, the estimated fair value of donated assets is not reported in the governmental funds. However, in the Statement of Activities it is reported as program revenue. In the current period, these amounts are:

Capital asset purchases	640,579	
Additions to construction in progress.....	116,048	
Depreciation expense.....	<u>(475,211)</u>	
Total		281,416

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds as follows:

Taxes.....	8,595
Donated capital assets.....	1,915,273

Repayment of bond and capital lease principal is an expenditure in the governmental funds, but the payment reduces long-term liabilities in the Statement of Net Assets..... 318,394

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Increase in compensated absences.....	(240,991)
Decrease in accrued interest	225,782

In the Statement of Activities, the loss or gain on the sale or disposal of capital assets is recognized. The fund financial statements recognize only the proceeds from these assets. The amounts are as follows:

Proceeds from the sale of capital assets.....	(49,188)
Gain on disposal of capital assets.....	<u>52,984</u>

Change in Net Assets of Governmental Activities..... \$ 2,382,144

See accompanying notes to the basic financial statements

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2006

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Lake Saint Louis, Missouri ("City") which is governed by a mayor and six-member board of aldermen, was incorporated in 1975. The City is a fourth class city organized under state statute.

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP), as applied to governmental units. Generally accepted accounting principles include all relevant Government Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principle Board (APB) opinions issued on or before November 30, 1989, have been applied, unless those pronouncements conflict with or contradict GASB pronouncements, in which GASB prevails.

A. Reporting Entity

The City defines its financial reporting entity in accordance with Accounting Standards Board Statements No. 14 and No. 39. Criteria for including a potential component unit within the reporting entity includes the governing body's ability to exercise financial accountability. Financial accountability includes control or dependence over budget adoption, taxing authority, funding and appointment of the respective board. Based upon the application of these criteria, The City does not have any component units.

B. Basis of Presentation

Government-wide Financial Statements:

The Statement of Net Assets and the Statement of Activities present financial information about the City as a whole. These statements include the financial activities of the primary government and distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2006

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Presentation (continued)

Government-wide Financial Statements (continued):

The statement of net assets presents the financial condition of the governmental activities of the City at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Amounts reported as *program revenues* include (a) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes, unrestricted interest earnings, gains, and other miscellaneous revenue not properly included among *program revenues* are presented instead as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the City.

Fund Financial Statements:

Following the government-wide financial statements are separate financial statements for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements. The City considers each of its funds to be major. The total fund balances for all governmental funds is reconciled to total net assets for governmental activities as shown on the Statement of Net Assets. The net change in fund balance for all governmental funds is reconciled to the total change in net assets as shown on the Statement of Activities in the government-wide financial statements.

The fund financial statements of the City are organized on the basis of funds, each of which is considered a separate accounting entity with self-balancing accounts that comprise its assets, liabilities, fund balances, revenues and expenditures. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are summarized by type in the basic financial statements. The following fund types are used by the City:

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2006

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Presentation (continued)

Governmental Fund Types

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

The following are the City's governmental major funds:

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

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

Street Projects - The Street Projects Fund accounts for the resources specifically designated for street repair and improvement.

Capital Projects - The Capital Projects Fund accounts for improvements to city streets, storm water basins and drainage ways financed by the General Obligation Bonds Series 2001.

City Hall Construction - The City Hall Construction Fund accounts for the expenditures related to the construction of a new city hall building financed by General Obligation Bonds Series 2002B.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2006

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are accounted for using a current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current financial resources generally are included on the balance sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are reported. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Revenues are recognized in the accounting period in which they become both measurable and available. The term "available" is defined as collectible within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. For the City, available generally means expected to be received within sixty days of fiscal year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Expenditures for compensated absences and principal and interest on long-term debt are not recognized until due.

GASB 33 groups non-exchange transactions into the following four classes, based upon their principal characteristics: derived tax revenues, imposed non-exchange revenues, government mandated non-exchange transactions, and voluntary non-exchange transactions.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2006

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus and Basis of Accounting (continued)

The City recognizes assets from derived tax revenue transactions (such as sales and utilities gross receipt taxes) in the period when the underlying exchange transaction on which the tax is imposed occurs or when the assets are received, whichever occurs first. Revenues are recognized, net of estimated refunds and estimated uncollectible amounts, in the same period that the assets are recognized, provided that the underlying exchange transaction has occurred. Resources received in advance are reported as deferred revenues until the period of the exchange.

The City recognizes assets from imposed non-exchange revenue transactions in the period when an enforceable legal claim to the assets arises or when the resources are received, whichever occurs first. Revenues are recognized in the period when the resources are required to be used or the first period that use is permitted. The City recognizes revenues from property taxes, net of estimated uncollectible amounts, in the period for which the taxes are levied. Imposed non-exchange revenues also include permits and court fines and forfeitures.

Intergovernmental revenues, representing grants and assistance received from other governmental units, are generally recognized as revenues in the period when all eligibility requirements, as defined by GASB 33, have been met. Any resources received before eligibility requirements are met are reported as deferred revenues.

Charges for services in the governmental funds, which are exchange transactions and are therefore not subject to the provisions of GASB 33, are recognized as revenues when received in cash because they are generally not measurable until actually received.

D. Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on October 1 and tax bills are mailed to taxpayers in November, at which time they are payable. All unpaid property taxes become delinquent as of January 1, of the following year.

The assessed valuation of the tangible taxable property, included within the City's boundaries for the calendar year 2005, for purposes of taxation was \$250,334,080.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2006

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Property Taxes (continued)

During 2005 the Board of Aldermen approved a \$1.0429 tax levy per \$100 of assessed valuation of tangible taxable property for the calendar year 2005, for purposes of City taxation, as follows:

	<u>Maximum Levy Allowed by Law</u>	<u>City's Levy</u>
General.....	\$.6435	\$.6435
Debt Service.....	.3997	.3994

E. Cash and Cash Equivalents

Cash and cash equivalents are considered to be certificates of deposit, demand deposits, cash on hand, deposits in bank money market accounts and short-term investments.

F. Compensated Absences

Compensated absences of the City consist of the following: accrued vacation which may be paid upon termination to all employees, and accrued sick leave which may be paid to employees upon full retirement, up to a maximum of 1,200 hours.

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 cumulative, up to 80 hours at June 30. Any time in excess of 80 hours requires special approval by the City Administrator to carry over to the following fiscal year.

Employees are not reimbursed for accumulated sick leave upon termination; however, upon full retirement, employees may receive compensation for up to 1,200 hours of accrued sick leave.

Accumulated unpaid vacation and sick time are accrued in the government-wide financial statements. A liability is recorded in the governmental fund financial statements when payment is due. The general fund has typically been used in prior years to liquidate the liability for compensated absences.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2006

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Deferred Revenue

Deferred revenue in the fund financial statements is composed of property tax revenues which are not collected within sixty days following the end of the current period. Other funds received to be used for future expenditures are recorded as deferred revenue in the government-wide and fund financial statements.

H. Capital Assets

Capital assets, which include buildings, other improvements, machinery and equipment, vehicles and infrastructure assets (e.g. streets, sidewalks, roads, bridges and similar items) are reported in the governmental activities columns in the government-wide financial statements, net of accumulated depreciation. Capital assets are charged to expenditures as purchased in the governmental fund statements. Capital assets are recorded at historical cost or estimated historical cost. Donated assets are recorded at estimated fair market value as of the date of the donation.

Capital assets are defined by the City as assets with an initial, individual cost of \$1,000 or more, and an estimated useful life of greater than one year. Additions or improvements and other capital outlays that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Other costs for repairs and maintenance are expensed as incurred.

Depreciation on exhaustible assets is recorded as an allocated expense in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Assets and is provided on the straight-line basis over the following estimated useful lives:

Buildings and improvements	30 years
Improvements other than buildings	10 years
Machinery and equipment	3 - 5 years
Furniture	5 years
Vehicles	5 years
Playground equipment	15 years
Infrastructure	7 - 50 years

Gains or losses from sales or retirements of capital assets are included in operations of the current period.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2006

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

H. Capital Assets (continued)

GASB No. 34 requires the City to report and depreciate new infrastructure assets effective with the implementation of GASB 34. Infrastructure assets include roads, bridges, underground pipe (other than related to utilities), traffic signals, etc. The retroactive reporting of infrastructure is encouraged but not required. The City has elected to implement the general provisions of GASB 34 and has elected not to retroactively report infrastructure in the current year.

I. Long-Term Liabilities

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

J. Interfund Transactions

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivable and payables, if applicable, are classified as "Due from other funds" or "Due to other funds" on the Balance Sheet - Governmental Funds.

Interfund transfers are reported as other financing sources/uses in governmental funds. Interfund transactions and balances are eliminated in the government-wide financial statements.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2006

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

J. Interfund Transactions (continued)

The City made the following transfers in the current year:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	City Hall Construction Fund	\$ 62	Board agreed upon amount to contribute to the City Hall facility project.
General Fund	Capital Projects Fund	\$ 27,849	Board agreed upon amount to contribute to the RUE Grand Culvert project.
		\$106,082	Board agreed upon amount to contribute to The Lake St. Louis Boulevard Project

K. Reserved Fund Balance

Reserved fund balance represents the portion of fund balance that is not available for subsequent year appropriations or is legally segregated for a specific future use. Reserved fund balances at June 30, 2006 are comprised of capital projects, debt service, prepaid items and encumbrances.

L. Net Assets

Net assets represents the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net assets are reported as unrestricted. The City applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2006

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

M. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2006, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

N. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

2. CASH AND CASH EQUIVALENTS

The City is governed by the deposit and investment limitations of state law. It is the policy of the City to invest public funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the City and conforming to all state and local statutes governing the investment of public funds. The City's policy and state law authorize the following types of investments: United States Treasury Bills, Federal Agency Obligations, Obligations of Government Sponsored Corporations, Certificates of Deposits and Repurchase Agreements collateralized by government securities. During the fiscal year, the City invested idle funds in certificates of deposits; however, as of June 30, 2006, all funds were invested in demand deposits.

The deposits held at June 30, 2006 are as follows:

<u>Type</u>	<u>Maturities</u>	<u>Carrying Value</u>
Deposits:		
Demand deposits	-	\$3,439,481
Cash on hand	-	<u>250</u>
Total deposits		<u>\$3,439,731</u>
Reconciliation to financial statements:		
Cash and cash equivalents		<u>\$3,439,731</u>

Custodial Credit Risk-Deposits - Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City does not have a deposit policy for custodial credit risk. As of June 30, 2006, deposits in financial institutions, reported as cash and cash equivalents, had a bank balance of \$3,456,365 that was not exposed to custodial credit risk.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2006

3. CAPITAL ASSETS

Capital asset activity for governmental activities for the year ended June 30, 2006, was as follows:

	Balance July 1, 2005	Additions and Transfers	Disposals and Transfers	Balance June 30, 2006
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land.....	\$ 2,665,000	\$ 244,807	\$ -	\$ 2,909,807
Construction in Progress.....	50,482	116,048	50,482	116,048
Total Capital Assets, Not Being Depreciated.....	2,715,482	360,855	50,482	3,025,855
Capital Assets, Being Depreciated:				
Buildings.....	4,780,935	-	-	4,780,935
Automobiles.....	876,427	30,754	172,450	734,731
Furniture and equipment.....	876,714	183,749	88,645	971,818
Improvements.....	606,131	34,593	-	640,724
Infrastructure.....	3,240,059	2,149,931	-	5,389,990
Total Capital Assets, Being Depreciated.....	10,380,266	2,399,027	261,095	12,518,198
Less - Accumulated Depreciation For:				
Buildings.....	406,252	159,365	-	565,617
Automobiles.....	468,555	117,019	151,537	434,037
Furniture and equipment.....	464,195	137,732	75,854	526,073
Improvements.....	202,921	59,121	-	262,042
Infrastructure.....	83,620	1,974	-	85,594
Total Accumulated Depreciation.....	1,625,543	475,211	227,391	1,873,363
Total Capital Assets, Being Depreciated, Net.....	8,754,723	1,923,816	33,704	10,644,835
Governmental Activities, Capital Assets, Net.....	\$ 11,470,205	\$ 2,284,671	\$ 84,186	\$ 13,670,690

Depreciation was charged to functions of the City as follows:

Administration.....	\$ 151,523
Police.....	99,443
Community development.....	1,136
Public works.....	128,971
Court.....	834
Parks.....	93,013
Facilities management.....	291
	\$ 475,211

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2006

4. LINE OF CREDIT

The City has a \$250,000 unsecured line of credit with a bank that matures in June 2007. Interest is payable monthly at the bank's prime rate minus .50%. Principal is due at maturity. There was no activity on the line of credit for the year ended June 30, 2006.

5. LONG-TERM LIABILITIES

A summary of changes in long-term liabilities for the fiscal year ended June 30, 2006 is as follows:

	<u>Balance July 1, 2005</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2006</u>	<u>Amounts Due Within One Year</u>
<u>GENERAL OBLIGATION BONDS</u>					
General Obligation Refunding Bond Series 1994 Original amount \$4,761,072 Interest rate - 4.0% - 5.9% Payments - principal and interest payments in varying amounts through 2006...	\$ 44,173	\$ --	\$ 44,173	\$ --	\$ --
General Obligation Bond Series 2001 Original amount \$2,500,000 Interest rate - 3.4% - 4.85% Payments - principal and interest payments in varying amounts through 2017...	2,360,000	--	75,000	2,285,000	20,000
General Obligation Refunding Bond Series 2002 Original amount \$3,330,000 Interest rate - 2.0% - 4.65% Payments - principal and interest payments in varying amounts through 2014...	3,165,000	--	60,000	3,105,000	340,000
General Obligation Bond Series 2002B Original amount \$3,880,000 Interest rate - 1.8% - 4.4% Payments - principal and interest payments in varying amounts through 2021...	<u>3,865,000</u>	<u>--</u>	<u>20,000</u>	<u>3,845,000</u>	<u>40,000</u>
Total General Obligation Bonds ...	<u>9,434,173</u>	<u>--</u>	<u>199,173</u>	<u>9,235,000</u>	<u>400,000</u>

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2006

5. LONG-TERM LIABILITIES (continued)

	<u>Balance July 1, 2005</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2006</u>	<u>Amounts Due Within One Year</u>
<u>BANK NOTE</u>					
Bank Note for Tractor/backhoe/dump truck Original amount \$123,743 Maturity date - April, 2006 Interest rate - 5.45% Payments - monthly payments of \$2,362, which include principal and interest.....	23,019	--	23,019	--	--
Total Bank Note	<u>23,019</u>	--	<u>23,019</u>	--	--
<u>CAPITAL LEASES</u>					
Lease/Purchase Agreement for Police Equipment and Installation for the Police Dept. Original amount - \$83,947 Maturity date - October 2006 Interest rate - 4%	53,947	--	25,416	28,531	28,531
Lease/Purchase Agreement for a new telephone system Original amount - \$29,246 Maturity date - September, 2005 Interest rate - 13.68%	26,021	--	4,845	21,176	5,551
Lease/Purchase Agreement for Dispatch Center equipment Original principal amount - \$70,000 Maturity date - August, 2008 Interest rate - 4.36%	54,779	--	12,830	41,949	13,390
Lease/Purchase Agreement for Crack Sealing Equipment Original amount - \$45,100 Maturity date - October, 2008 Interest rate - 4.29%	35,600	--	8,348	27,252	8,706
Lease/Purchase Agreement for Police Equipment and Installation Service for the Police Dept. Original amount - \$139,458 Maturity date - October, 2006 Interest rate - 3.80%	91,228	--	44,763	46,465	46,465
Total Capital Leases	<u>261,575</u>	--	<u>96,202</u>	<u>165,373</u>	<u>102,643</u>
COMPENSATED ABSENCES.....	<u>91,010</u>	<u>371,751</u>	<u>130,760</u>	<u>332,001</u>	<u>119,792</u>
Total Long-Term Liabilities.....	<u>\$9,809,777</u>	<u>\$ 371,751</u>	<u>\$ 449,154</u>	<u>\$ 9,732,374</u>	<u>\$ 622,435</u>

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2006

5. LONG-TERM LIABILITIES (continued)

The annual debt service requirements to maturity on general obligation bonds at June 30, 2006 are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 400,000	\$ 392,125	\$ 792,125
2008	460,000	377,765	837,765
2009	515,000	360,403	875,403
2010	590,000	337,925	927,925
2011	650,000	314,090	964,090
2012 - 2016	4,445,000	1,090,185	5,535,185
2017 - 2021	<u>2,175,000</u>	<u>265,495</u>	<u>2,440,495</u>
Total.....	<u>\$9,235,000</u>	<u>\$3,137,988</u>	<u>\$12,372,988</u>

Bond payments are made from the debt service fund.

Legal Debt Margin

The Constitution of Missouri, limits the outstanding amount of authorized general obligation bonds of a City to ten (10%) percent of the City's assessed valuation. The computation of the City's legal debt margin at June 30, 2006 is as follows:

Constitutional debt limit	\$25,033,408
General obligation bonds payable	(9,235,000)
Amount available in Debt Service Fund	<u>879,403</u>
Legal Debt Margin.....	<u>\$16,677,811</u>

The cost of equipment acquired under capitol lease agreements totaled \$367,751 and accumulated depreciation totaled \$96,962 at June 30, 2006. The following is a schedule of future minimum lease payments under the capital leases together with the present value of the net minimum lease payments as of June 30, 2006. Lease payments are generally made from the general fund.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2006

5. LONG-TERM LIABILITIES (continued)

<u>Year Ending June 30,</u>	
2007.....	\$ 111,119
2008.....	33,200
2009.....	33,201
2010.....	<u>2,027</u>
 Total future minimum lease payments	 179,547
 Less amount representing interest.....	 <u>(14,174)</u>
 Present value of future minimum lease payments.....	 <u>\$ 165,373</u>

During the year ended June 30, 2006, the City entered into a capital lease for two police vehicles that were delivered subsequent to June 30, 2006. Therefore, the lease is not reflected in the long-term liabilities of the government-wide financial statements. Future annual lease payments under this lease will be \$15,380 for three years including 5.80% interest.

6. LAGERS RETIREMENT PLAN

A. Plan Description

The City of Lake Saint Louis, Missouri 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, sections RSMo 70.600 through 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 CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2006

6. LAGERS RETIREMENT PLAN (continued)

A. Plan Description (continued)

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, Missouri 65102 or by calling 1-800-447-4334.

B. Funding Status

The City of Lake Saint Louis, Missouri's 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 12.3% (general) and 11.5% (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.

C. Annual Pension Cost

For 2006, the City's annual pension cost of \$332,498 was equal to the required and actual contributions. The required contribution was determined as part of the February 29, 2004 and/or February 28, 2005 annual actuarial valuation using the entry age actuarial cost method. The actuarial assumptions as of February 28, 2006 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 6.0% per year, depending on age, attributable to seniority/merit, (d) pre-retirement mortality based on the RP-2000 combined Healthy Table set back zero years for men and zero years for women and (e) post-retirement mortality based on the 1971 Group Annuity Table projected to 2000 set back one year for men and seven 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, 2006 was 19 years.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2006

6. LAGERS RETIREMENT PLAN (continued)

C. Annual Pension Cost (continued)

<u>Three Year Trend Information</u>			
<u>Fiscal Year Ended</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
06/30/04	\$ 237,993	100%	\$0
06/30/05	\$ 291,224	100%	\$0
06/30/06	\$ 332,498	100%	\$0

7. POST-EMPLOYMENT BENEFITS

The City does not provide post-employment benefits except as mandated by the Consolidated Omnibus Budget Reconciliation Act (COBRA). The requirements established by COBRA are fully funded by employees who elect coverage under the Act, and no direct costs are incurred by the City.

8. COMMITMENTS AND CONTINGENCIES

The City periodically is subject to claims and lawsuits that arise in the ordinary course of operations. It is the opinion of management that disposition or ultimate resolution of such claims and lawsuits will not have a material adverse effect on the financial position of the City.

The City has made a \$2,500 deposit on land with a purchase price of approximately \$686,000 on which to build a new public works facility. The land will be purchased with the proceeds of the bond issue discussed in Note 10.

9. 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 Associations (MIRMA), a public entity risk pool. The City pays

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2006

9. RISK MANAGEMENT (continued)

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.

10. SUBSEQUENT EVENTS

Subsequent to year end, the voters of the City gave approval for the issuance of the following general obligation bonds:

- \$5,529,000 for the purpose of financing the costs of construction, improvement, installation, equipping, resurfacing, repair and renovation of streets, storm water basins, and storm water drainage systems within the boundaries of the City.
- \$2,040,000 for the purpose of financing the costs of acquisition, construction, improvement, furnishing, installation, and equipping of a new Public Works facility within the boundaries of the City.
- \$1,373,000 for the purpose of financing the acquisition, construction, improvement, furnishing, installation and equipping of new parks in the City within the boundaries of the City.

REQUIRED SUPPLEMENTARY INFORMATION

THE CITY OF LAKE SAINT LOUIS, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCE - BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes:				
Property taxes.....	\$ 1,687,320	\$ 1,612,276	\$ 1,617,347	\$ 5,071
Sales taxes:				
General	723,200	999,871	1,011,087	11,216
Transportation.....	361,600	499,936	505,580	5,644
Parks.....	39,300	39,300	38,471	(829)
Utility gross receipts taxes.....	357,150	403,950	400,143	(3,807)
Franchise taxes.....	422,700	480,100	508,242	28,142
Cigarette taxes.....	18,000	24,400	26,488	2,088
Total Taxes.....	3,609,270	4,059,833	4,107,358	47,525
Fees, Licenses, Fines and Permits:				
Merchant licenses.....	18,000	21,785	21,818	33
Liquor licenses.....	7,050	7,475	7,475	-
Court fines.....	330,000	356,000	352,642	(3,358)
Pond assessments.....	2,600	2,600	4,002	1,402
Platting, rezoning and variance fees.....	15,000	3,540	3,540	-
Building permits.....	220,000	317,045	334,965	17,920
Plan review fees.....	10,000	11,207	12,782	1,575
Inspection fees.....	111,500	94,630	94,480	(150)
Mowing fees.....	5,000	0	(1,211)	(1,211)
Occupancy permits.....	5,000	3,850	5,550	1,700
Other permits.....	10,000	7,900	8,331	431
Total Fees, Licenses, Fines and Permits.....	734,150	826,032	844,374	18,342
Intergovernmental:				
Road and bridge rebates.....	274,800	308,627	308,627	-
Gas and vehicle rebates.....	434,000	420,485	417,803	(2,682)
Dispatching services.....	15,000	15,000	15,000	-
POST.....	0	4,256	4,256	-
Grants.....	63,080	54,683	55,398	715
Total Intergovernmental.....	786,880	803,051	801,084	(1,967)
Recreation:				
Baseball/softball registration.....	40,000	53,988	57,895	3,907
Camps and recreation programs.....	47,000	49,482	67,850	18,368
Tournaments.....	12,500	20,810	22,875	2,065
Adult leagues.....	6,500	7,600	8,928	1,328
Coaches certification fees.....	300	365	365	-
Concession stand fees.....	12,500	7,405	17,132	9,727
Pavilion rentals.....	3,500	4,750	5,650	900
Special events.....	12,000	10,500	11,218	718
Triathlon.....	65,000	56,265	56,265	-
Total Recreation.....	199,300	211,165	248,178	37,013

See accompanying independent auditors' report and
accompanying notes to budgetary comparison schedules

THE CITY OF LAKE SAINT LOUIS, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCE - BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Interest.....	35,600	65,000	78,792	13,792
Miscellaneous:				
Local police training fund.....	-	1,500	1,500	-
Alcohol/drug cost reimbursement.....	-	2,101	2,101	-
Alarm fees.....	2,200	600	575	(25)
Insurance reports.....	1,700	1,600	1,616	16
Cuivre river capital credits.....	5,700	5,272	5,272	-
Land lease income.....	44,400	44,400	59,400	15,000
Miscellaneous.....	5,600	10,500	16,369	5,869
Total Miscellaneous.....	59,600	65,973	86,833	20,860
Total Revenues.....	5,424,800	6,031,054	6,166,619	135,565
EXPENDITURES:				
Administration:				
Current:				
Personnel.....	364,329	364,329	361,216	3,113
Commodities.....	20,530	21,776	15,863	5,913
Contractual.....	160,411	200,846	217,396	(16,550)
Maintenance.....	600	600	540	60
Miscellaneous.....	8,000	8,000	8,598	(598)
Capital outlay.....	9,350	374,350	362,314	12,036
Debt Service:				
Principal.....	8,107	8,107	4,845	3,262
Interest.....	-	-	3,330	(3,330)
Total Administration.....	571,327	978,008	974,102	3,906
Finance:				
Current:				
Personnel.....	212,898	213,628	212,188	1,440
Commodities.....	15,807	15,557	12,974	2,583
Contractual.....	62,868	65,920	57,115	8,805
Maintenance.....	2,000	2,000	204	1,796
Miscellaneous.....	-	-	-	-
Capital outlay.....	-	-	-	-
Debt Service:				
Principal.....	-	-	-	-
Interest.....	-	-	-	-
Total Finance.....	293,573	297,105	282,481	14,624
Police:				
Current:				
Personnel.....	1,979,468	2,059,753	2,030,281	29,472
Commodities.....	91,250	112,920	103,977	8,943
Contractual.....	88,796	91,774	85,294	6,480
Maintenance.....	34,400	53,124	39,320	13,804
Miscellaneous.....	3,500	2,300	2,042	258
Capital outlay.....	95,000	98,732	32,541	66,191
Debt Service:				
Principal.....	113,054	113,054	83,009	30,045
Interest.....	-	-	10,022	(10,022)
Total Police.....	2,405,468	2,531,657	2,386,486	145,171

See accompanying independent auditors' report and
accompanying notes to budgetary comparison schedules

THE CITY OF LAKE SAINT LOUIS, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCE - BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Community Development:				
Current:				
Personnel.....	563,611	564,708	549,546	15,162
Commodities.....	31,490	33,044	29,231	3,813
Contractual.....	53,457	59,188	39,645	19,543
Maintenance.....	3,120	4,320	3,841	479
Miscellaneous.....	-	-	-	-
Capital outlay.....	-	1,816	-	1,816
Debt Service:				
Principal.....	-	-	-	-
Interest.....	-	-	-	-
Total Community Development.....	<u>651,678</u>	<u>663,076</u>	<u>622,263</u>	<u>40,813</u>
Public Works:				
Current:				
Personnel.....	632,764	640,948	606,539	34,409
Commodities.....	227,390	237,200	221,803	15,397
Contractual.....	48,529	51,187	39,799	11,388
Maintenance.....	29,100	30,383	28,378	2,005
Miscellaneous.....	-	-	-	-
Capital outlay.....	15,500	87,338	39,965	47,373
Debt Service:				
Principal.....	33,615	33,496	31,367	2,129
Interest.....	-	-	2,248	(2,248)
Total Public Works.....	<u>986,898</u>	<u>1,080,552</u>	<u>970,099</u>	<u>110,453</u>
Court:				
Current:				
Personnel.....	96,722	96,332	95,246	1,086
Commodities.....	8,560	7,800	7,017	783
Contractual.....	53,687	53,537	48,666	4,871
Maintenance.....	257	257	285	(28)
Miscellaneous.....	-	-	-	-
Capital outlay.....	-	1,300	1,158	142
Debt Service:				
Principal.....	-	-	-	-
Interest.....	-	-	-	-
Total Court.....	<u>159,226</u>	<u>159,226</u>	<u>152,372</u>	<u>6,854</u>
Parks:				
Current:				
Personnel.....	338,442	354,727	336,081	18,646
Commodities.....	76,350	83,351	82,840	511
Contractual.....	21,195	20,195	19,219	976
Park programs.....	94,500	112,802	129,034	(16,232)
Maintenance.....	13,350	16,074	17,740	(1,666)
Miscellaneous.....	6,500	6,500	6,862	(362)
Capital outlay.....	30,100	60,700	47,884	12,816
Debt Service:				
Principal.....	-	-	-	-
Interest.....	-	-	-	-
Total Parks.....	<u>580,437</u>	<u>654,349</u>	<u>639,660</u>	<u>14,689</u>

See accompanying independent auditors' report and
accompanying notes to budgetary comparison schedules

THE CITY OF LAKE SAINT LOUIS, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Facilities Maintenance:				
Current:				
Personnel.....	34,084	34,084	33,020	1,064
Commodities.....	36,806	46,656	44,953	1,703
Contractual.....	21,711	16,711	14,896	1,815
Maintenance.....	-	2,500	2,312	188
Capital outlay.....	5,500	5,500	4,990	510
Total Facilities Maintenance.....	98,101	105,451	100,171	5,280
Total Expenditures.....	5,746,708	6,469,424	6,127,634	341,790
EXCESS REVENUES OVER (UNDER) EXPENDITURES.....	(321,908)	(438,370)	38,985	477,355
OTHER FINANCING SOURCES (USES):				
Proceeds from the sale of capital assets.....	3,000	23,138	49,188	26,050
Insurance proceeds.....	-	11,000	10,774	(226)
Capital lease.....	60,000	60,000	-	(60,000)
Transfers to other funds.....	(59,730)	(134,001)	(133,993)	8
Total Other Financing Sources (Uses).....	3,270	(39,863)	(74,031)	(34,168)
NET CHANGE IN FUND BALANCE.....	(318,638)	(478,233)	(35,046)	443,187
FUND BALANCE, BEGINNING OF YEAR.....	1,433,382	1,433,382	1,433,382	-
FUND BALANCE, END OF YEAR.....	<u>\$ 1,114,744</u>	<u>\$ 955,149</u>	<u>\$ 1,398,336</u>	<u>\$ 443,187</u>

See accompanying independent auditors' report and
accompanying notes to budgetary comparison schedules

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NOTES TO BUDGETARY COMPARISON SCHEDULES
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

Budgets and Budgetary Accounting

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

1. In February of each year, the City Administrator and Finance Director will collect the data necessary and make preliminary revenue estimates for the coming fiscal year. He/she will estimate expenditures for the present year and note expenditures and revenues for the previous two (2) fiscal years. He/she will request from each City Officer a statement of expenditures requested for the coming fiscal year.
2. In March of each year, the City Administrator and Finance Director will review the departmental requests and make his/her final revenue estimates for the coming fiscal year and will confer with department heads to discuss these requests.
3. In April of each year, the City Administrator and Finance Director will begin assembling the City budget.
4. Public hearing meetings are held to obtain taxpayer comments.
5. Prior to July 1, the budget is adopted by the Board of Aldermen.
6. Subsequent to its formal approval of the budget, the Board of Aldermen has the authority to make necessary adjustments to the budget by formal vote of the Board.
7. The City's legal level of budgetary control is at the fund level.
8. Budgets are adopted on a basis generally consistent with U.S. generally accepted accounting principles. Appropriations lapse at year end.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

**SCHEDULE OF FUNDING PROGRESS - EMPLOYEES RETIREMENT SYSTEM
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

The following required supplementary information relates to The City of Lake Saint Louis' participation in Missouri LAGERS, an agent multiple-employer public retirement system.

Schedule of Funding Progress

<u>Actuarial Valuation Date</u>	<u>(a) Actuarial Value of Assets</u>	<u>(b) Entry Age Actuarial Accrued Liability</u>	<u>(b-a) Unfunded Accrued Liability (UAL)</u>	<u>(a/b) Funded Ratio</u>	<u>(c) Annual Covered Payroll</u>	<u>[(b-a)/c] UAL as a Percentage of Covered Payroll</u>
02/29/04	\$2,542,918	\$2,823,815	\$280,897	90%	\$2,113,799	13%
02/28/05	2,904,640	3,321,497	416,857	87%	2,414,838	17%
02/28/06	3,255,350	3,793,386	583,036	86%	2,792,187	19%

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 28, 2006 annual actuarial valuations. For a complete description of the actuarial assumptions used in the annual valuations, please contact the LAGERS office in Jefferson City.

See accompanying independent auditors' report

ADDITIONAL SUPPLEMENTARY INFORMATION

THE CITY OF LAKE SAINT LOUIS, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCE - BUDGET AND ACTUAL - DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Property taxes	\$ 1,030,179	\$ 1,007,375	\$ 1,003,219	\$ (4,156)
Interest.....	9,000	16,000	29,705	13,705
Total Revenues.....	1,039,179	1,023,375	1,032,924	9,549
EXPENDITURES:				
Debt service:				
Principal.....	827,867	827,867	199,173	628,694
Interest and fiscal charges.....	2,400	2,400	630,309	(627,909)
Total Expenditures.....	830,267	830,267	829,482	785
EXCESS REVENUES OVER EXPENDITURES.....	208,912	193,108	203,442	10,334
FUND BALANCE, BEGINNING OF YEAR.....	675,961	675,961	675,961	-
FUND BALANCE, END OF YEAR.....	\$ 884,873	\$ 869,069	\$ 879,403	\$ 10,334

See accompanying independent auditors' report

THE CITY OF LAKE SAINT LOUIS, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCE - BUDGET AND ACTUAL - STREET PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental.....	\$ -	\$ 10,010	\$ 10,010	\$ -
Interest.....	3,000	100	240	140
Total Revenues.....	3,000	10,110	10,250	140
EXPENDITURES:				
Capital outlay.....	114,992	99,973	60,627	39,346
Total Expenditures.....	114,992	99,973	60,627	39,346
EXCESS REVENUES OVER (UNDER) EXPENDITURES.....	(111,992)	(89,863)	(50,377)	39,486
FUND BALANCE, BEGINNING OF YEAR.....	90,655	90,655	90,655	-
FUND BALANCE, END OF YEAR.....	<u>\$ (21,337)</u>	<u>\$ 792</u>	<u>\$ 40,278</u>	<u>\$ 39,486</u>

See accompanying independent auditors' report

THE CITY OF LAKE SAINT LOUIS, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE
IN FUND BALANCE - BUDGET AND ACTUAL - CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental.....	\$ 741,335	\$ 1,741,176	\$ 1,701,176	\$ (40,000)
Grants.....	12,000	11,215	20,957	9,742
Interest.....	5,000	7,500	21,243	13,743
Miscellaneous.....	90,900	100,900	32,233	(68,667)
Total Revenues.....	849,235	1,860,791	1,775,609	(85,182)
EXPENDITURES:				
Capital outlay	1,114,871	2,431,350	2,152,111	279,239
Total Expenditures.....	1,114,871	2,431,350	2,152,111	279,239
EXCESS REVENUES OVER (UNDER) EXPENDITURES.....	(265,636)	(570,559)	(376,502)	194,057
OTHER FINANCING USES:				
Transfers from other funds.....	59,730	133,931	133,931	-
Total Other Financing Sources.....	59,730	133,931	133,931	-
NET CHANGE IN FUND BALANCE.....	(205,906)	(436,628)	(242,571)	194,057
FUND BALANCE, BEGINNING OF YEAR.....	708,841	708,841	708,841	-
FUND BALANCE, END OF YEAR.....	\$ 502,935	\$ 272,213	\$ 466,270	\$ 194,057

See accompanying independent auditors' report

THE CITY OF LAKE SAINT LOUIS, MISSOURI

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE
IN FUND BALANCE - BUDGET AND ACTUAL - CITY HALL CONSTRUCTION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Interest	\$ -	\$ 7	\$ 18	\$ 11
Miscellaneous.....	-	-	-	-
Total Revenues.....	-	7	18	11
EXPENDITURES:				
Capital outlay.....	-	5,649	5,649	-
Total Expenditures.....	-	5,649	5,649	-
EXCESS REVENUES OVER (UNDER) EXPENDITURES.....	-	(5,642)	(5,631)	11
OTHER FINANCING SOURCES:				
Transfers from other funds.....	-	70	62	(8)
Total Other Financing Sources.....	-	70	62	(8)
NET CHANGE IN FUND BALANCE.....	-	(5,572)	(5,569)	3
FUND BALANCE, BEGINNING OF YEAR....	<u>5,569</u>	<u>5,569</u>	<u>5,569</u>	-
FUND BALANCE, END OF YEAR.....	<u>\$ 5,569</u>	<u>\$ (3)</u>	<u>\$ -</u>	<u>\$ 3</u>

See accompanying independent auditors' report

STATISTICAL
SECTION

THE CITY OF LAKE SAINT LOUIS, MISSOURI

NET ASSETS BY COMPONENT
LAST THREE FISCAL YEARS

	Fiscal Year Ended June 30,		
	2004	2005	2006
Governmental Activities:			
Invested in capital assets, net of related debt.....	\$ (87,258)	\$ 1,535,038	\$ 4,270,317
Restricted for:			
Capital Projects.....	922,535	805,065	506,548
Debt Service.....	481,908	537,093	758,203
Unrestricted.....	1,542,834	1,357,435	1,081,707
Total Governmental Activities Net Assets.....	<u>\$ 2,860,019</u>	<u>\$ 4,234,631</u>	<u>\$ 6,616,775</u>

THE CITY OF LAKE SAINT LOUIS, MISSOURI

**CHANGES IN NET ASSETS
LAST THREE FISCAL YEARS**

	Fiscal Year Ended June 30,		
	2004	2005	2006
Expenses:			
Governmental Activities:			
Administration.....	\$ 523,636	\$ 866,852	\$ 815,006
Finance.....	269,688	280,112	321,293
Police.....	1,926,444	2,166,863	2,463,024
Community development.....	480,875	483,489	665,933
Public Works.....	806,107	1,381,165	2,939,943
Court.....	160,995	157,502	158,606
Parks.....	547,677	659,129	710,330
Facilities maintenance.....	304,723	68,937	96,640
Interest and fiscal charges.....	468,268	451,824	420,127
Total Governmental Activities Expenses.....	<u>5,488,413</u>	<u>6,515,873</u>	<u>8,590,902</u>
Program Revenues:			
Governmental Activities:			
Charges for Services:			
Administration.....	64,765	69,741	88,693
Police.....	357,884	361,820	369,833
Community Development.....	555,140	462,065	464,364
Parks.....	177,319	197,924	248,178
Operating grants and contributions.....	884,231	817,706	800,901
Capital grants and contributions.....	1,853,106	1,558,730	3,668,433
Total Governmental Activities Program Revenues.....	<u>3,892,445</u>	<u>3,467,986</u>	<u>5,640,402</u>
Net (Expense)/Revenue:			
Total Governmental Net Expense.....	<u>\$ (1,595,968)</u>	<u>\$ (3,047,887)</u>	<u>\$ (2,950,500)</u>
General Revenues and Other Changes in Net Assets:			
Governmental Activities:			
Taxes:			
Property taxes, levied for general purposes.....	\$ 1,454,620	\$ 1,483,652	\$ 1,622,224
Property taxes, levied for debt service.....	773,977	846,034	1,006,937
Sales taxes.....	923,790	1,118,053	1,555,138
Utility taxes.....	732,250	774,594	908,385
Other taxes.....	18,936	19,114	26,488
Investment earnings.....	90,687	87,924	129,998
Gain/(loss) on sale of capital assets.....	(129,228)	79,960	52,984
Other.....	61,975	13,168	30,490
Total Government Activities.....	<u>3,927,007</u>	<u>4,422,499</u>	<u>5,332,644</u>
Change in Net Assets:			
Total Government Activities.....	<u>\$ 2,331,039</u>	<u>\$ 1,374,612</u>	<u>\$ 2,382,144</u>

THE CITY OF LAKE SAINT LOUIS, MISSOURI

PROGRAM REVENUES BY FUNCTION/PROGRAM
LAST THREE FISCAL YEARS

	Fiscal Year Ended June 30,		
	2004	2005	2006
Function/Program:			
Governmental Activities:			
General government and finance.....	\$ 73,765	\$ 105,248	\$ 89,869
Police.....	426,708	431,799	433,088
Community development.....	709,769	520,773	485,580
Public works.....	1,156,589	1,741,206	4,106,906
Court.....	-	-	-
Parks.....	1,525,614	668,960	524,959
Facilities maintenance.....	-	-	-
Interest and fiscal charges.....	-	-	-
Total Governmental Activities.....	\$ 3,892,445	\$ 3,467,986	\$ 5,640,402

THE CITY OF LAKE SAINT LOUIS, MISSOURI

**FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	Fiscal Year Ended June 30,									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
General Fund:										
Reserved.....	\$ 95,714	\$ 108,850	\$ 118,218	\$ 114,797	\$ 135,022	\$ 144,026	\$ 168,680	\$ 210,868	\$ 278,565	\$ 441,698
Unreserved.....	288,705	1,376,228	1,177,502	524,115	975,346	1,450,806	1,453,314	1,400,522	1,154,817	956,638
Total General Fund.....	\$ 384,419	\$ 1,485,078	\$ 1,295,720	\$ 638,912	\$ 1,110,368	\$ 1,594,832	\$ 1,621,994	\$ 1,611,390	\$ 1,433,382	\$ 1,398,336
All Other Governmental Funds:										
Reserved.....	\$ 21,164	\$ 21,164	\$ 656,039	\$ 572,887	\$ 647,886	\$ 636,388	\$ 684,156	\$ 3,291,820	\$ 1,481,026	\$ 1,385,951
Unreserved, reported in:										
Debt service fund.....	153,540	451,488	-	-	-	-	-	-	-	-
Capital project funds.....	854,575	558,976	442,487	536,960	2,967,501	1,065,667	6,541,723	-	-	-
Total All Other:										
Governmental Funds.....	\$ 1,029,279	\$ 1,031,628	\$ 1,098,526	\$ 1,109,847	\$ 3,615,387	\$ 1,702,055	\$ 7,225,879	\$ 3,291,820	\$ 1,481,026	\$ 1,385,951

THE CITY OF LAKE SAINT LOUIS, MISSOURI

**CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	Fiscal Year Ended June 30,									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
City of Lake Saint Louis Direct Rates:										
Taxes	\$ 2,439,485	\$ 2,666,896	\$ 2,705,665	\$ 2,672,338	\$ 2,996,316	\$ 3,321,078	\$ 3,574,664	\$ 3,888,429	\$ 4,240,303	\$ 5,110,577
Fees, licenses, fines and permits.....	275,707	339,154	526,248	583,414	652,878	811,709	682,315	913,864	828,037	844,374
Intergovernmental.....	1,320,662	848,878	1,259,895	1,323,365	760,760	785,650	3,141,459	1,385,053	1,761,032	2,512,270
Recreation.....	51,251	50,517	57,087	46,165	50,680	69,425	128,624	177,319	197,924	248,178
Grants.....	-	-	-	-	-	-	-	-	58,708	20,957
Interest.....	199,188	233,707	197,721	265,821	220,682	157,012	129,449	90,687	87,924	129,998
Miscellaneous.....	160,506	222,257	203,801	1,631,410	134,593	323,936	1,548,625	218,187	232,163	119,066
Total Revenues.....	4,446,799	4,361,409	4,950,417	6,522,513	4,815,909	5,468,810	9,205,136	6,673,539	7,406,091	8,985,420
Expenditures:										
Administration.....	557,239	637,698	607,642	447,257	396,718	446,505	434,344	518,454	541,860	603,613
Finance.....	160,939	176,981	218,041	202,100	222,141	233,542	248,081	269,101	279,689	282,481
Police.....	924,656	1,032,029	1,154,315	1,248,292	1,464,603	1,527,418	1,688,227	1,845,336	2,084,806	2,260,914
Community development.....	717,838	237,012	281,196	287,085	321,784	339,696	390,939	473,319	476,547	622,263
Public works.....	773,530	806,868	875,919	835,761	615,125	553,218	625,580	721,735	843,008	896,519
Court.....	105,466	121,657	130,920	133,128	134,444	145,460	156,773	159,757	156,663	151,214
Parks.....	164,610	190,966	233,436	237,049	182,387	239,418	399,551	492,662	562,335	591,776
Facilities maintenance.....	3,020	14,384	23,355	811,593	5,898	5,981	2,606	-	65,932	95,181
Capital outlay.....	2,952,547	576,761	969,842	855,932	456,138	2,470,438	2,776,124	5,273,872	3,900,620	2,707,239
Debt service:										
Principal.....	200,000	215,000	240,000	40,000	200,000	275,000	150,197	252,147	310,456	318,394
Interest and fiscal charges.....	301,475	314,004	428,211	2,069,803	425,083	422,569	661,729	685,961	634,790	645,909
Total Expenditures.....	6,861,320	4,323,360	5,162,877	7,168,000	4,424,321	6,659,245	7,534,151	10,692,344	9,856,706	9,175,503
Excess of revenues over (under) expenditures.....	(2,414,521)	38,049	(212,460)	(645,487)	391,588	(1,190,435)	1,670,985	(4,018,805)	(2,450,615)	(190,083)
Other Financing Sources (Uses):										
Proceeds from borrowing.....	-	1,655,733	-	-	2,614,787	143,171	3,880,000	-	-	-
Proceeds from refunding.....	-	-	-	-	-	3,330,000	-	-	-	-
Proceeds from sale of capital assets.....	-	-	-	-	-	-	-	-	-	49,188
Payments to escrow agent.....	-	-	-	-	(79,719)	(3,396,043)	-	-	-	-
Insurance proceeds.....	-	-	-	-	-	-	-	-	-	10,774
Capital lease.....	-	-	-	-	-	-	-	-	-	-
Transfers from other funds.....	1,140,429	182,233	167,312	1,848,714	194,308	-	486,317	-	-	133,993
Transfers to other funds.....	(1,140,429)	(752,233)	(167,312)	(1,848,714)	(143,968)	-	(486,316)	-	-	(133,993)
Total Other Financing Sources (Uses).....	-	1,085,733	-	-	2,585,408	77,128	3,880,001	-	-	59,962
Net Change In Fund Balances.....	\$ (2,414,521)	\$ 1,123,782	\$ (212,460)	\$ (645,487)	\$ 2,976,996	\$ (1,113,307)	\$ 5,550,986	\$ (4,018,805)	\$ (2,450,615)	\$ (130,121)
Debt service as a percentage of noncapital expenditures.....	12.8%	14.1%	15.9%	33.4%	15.8%	16.7%	17.1%	17.3%	15.9%	14.9%

THE CITY OF LAKE SAINT LOUIS, MISSOURI

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Residential Real Estate Property	Commercial Real Estate Property	Agricultural Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
1997	\$ 79,013,080	\$ 8,466,620	*	\$ 87,479,700	1.4700	\$ 442,316,503	19.778
1998	91,110,880	9,140,680	*	100,251,560	1.4400	508,095,572	19.731
1999	94,460,000	9,665,170	*	104,125,170	1.4400	527,361,551	19.745
2000	106,276,210	12,093,160	*	118,369,370	1.1100	597,139,599	19.823
2001	113,316,770	13,744,320	*	127,061,090	1.2480	639,355,053	19.873
2002	133,484,150	19,042,900	204,610	152,731,660	1.2077	762,671,112	20.026
2003	143,550,890	18,795,910	208,140	162,554,940	1.2062	814,892,701	19.948
2004	170,239,320	21,082,480	582,370	191,904,170	1.1470	963,626,456	19.915
2005	186,746,210	23,438,380	602,670	210,787,260	1.0999	1,057,927,918	19.925
2006	213,527,670	36,106,920	699,490	250,334,080	1.0429	1,238,762,647	20.208

Source: Office of the St. Charles County Assessor

Note: St. Charles County assesses property at approximately 19 percent of actual value for residential, 32 percent for commercial, and 12 percent for agricultural. Estimated actual value is calculated by dividing assessed value by those percentages. Tax rates are per \$100 of assessed value.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

DIRECT AND OVERLAPPING PROPERTY TAX RATES (RATE PER \$100 OF ASSESSED VALUE)
LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30,									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
City of Lake Saint Louis Direct Rates:										
Operating.....	\$ 0.990	\$ 0.930	\$ 0.930	\$ 0.880	\$ 0.880	\$0.8083	\$0.8068	\$0.7476	\$0.7005	\$0.6435
Debt Service Fund.....	0.480	0.510	0.510	0.230	0.368	0.3994	0.3994	0.3994	0.3994	0.3994
Total Direct Rate.....	<u>\$ 1.470</u>	<u>\$ 1.440</u>	<u>\$ 1.440</u>	<u>\$ 1.110</u>	<u>\$ 1.248</u>	<u>\$1.2077</u>	<u>\$1.2062</u>	<u>\$1.1470</u>	<u>\$1.0999</u>	<u>\$1.0429</u>
Overlapping Rates:										
County and State.....	0.980	0.910	0.920	0.910	0.900	0.8625	0.8805	0.8222	0.8212	0.7719
School Districts.....	4.030	4.030	0.310	4.370	4.370	4.2387	4.2146	4.1818	4.5669	4.4054
Fire Districts.....	0.520	1.440	0.500	1.110	0.490	0.4656	0.4656	0.4404	0.4404	0.4153
Jr. College.....	0.250	0.250	0.250	0.250	0.250	0.2473	0.2436	0.2318	0.2318	0.2196

Source: St. Charles County Department of Revenue

THE CITY OF LAKE SAINT LOUIS, MISSOURI

**PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO**

Tax Payer	2006			1997		
	Taxable Assessed Value	Rank	Percentage of Total City Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Assessed Value
Scott Brothers Investment Corp.....	\$ 3,718,150	1	1.47 %			
Camden Operating LP.....	3,714,880	2	1.47	\$ 2,136,880	1	2.43%
LILA, Inc.....	3,669,060	3	1.45			
SM Properties.....	3,484,120	4	1.38			
National Information Solutions.....	3,343,260	5	1.32			
SSM Health Care.....	2,737,150	6	1.08	987,680	2	1.12
LPG Properties Inc.....	1,185,090	7	0.47			
Heritage at Hawk Ridge LLC.....	1,059,200	8	0.42			
Laclede Gas Company.....	940,650	9	0.37	547,330	5	0.62
Palmer Properties.....	925,690	10	0.37	628,270	4	0.71
Lake Forest Golf & Country Club.....	-		-	766,790	3	0.87
Bent Oak LLC.....	-		-	541,120	6	0.62
Collier Building Corp.....	-		-	430,500	7	0.49
KMJ Management Inc.....	-		-	346,510	8	0.39
Ravenwood Properties.....	-		-	322,100	9	0.37
Blanton Pottebaum LLC.....	-		-	282,270	10	0.32
Total.....	\$ 24,777,250		9.80 %	\$ 6,989,450		5.53 %

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

THE CITY OF LAKE SAINT LOUIS, MISSOURI

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Delinquent Tax Collections	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
1997	\$ 1,299,636	\$ 1,296,084	99.73 %	\$ 12,359	\$ 1,308,443	100.68 %
1998	1,461,071	1,429,831	97.86	10,337	1,440,168	98.57
1999	1,527,120	1,520,884	99.59	14,166	1,535,050	100.52
2000	1,337,975	1,330,608	99.45	12,359	1,342,967	100.37
2001	1,618,423	1,608,473	99.39	8,863	1,617,336	99.93
2002	1,882,242	1,861,122	98.88	26,920	1,888,042	100.31
2003	1,960,737	1,928,582	98.36	13,787	1,942,369	99.06
2004	2,227,494	2,214,936	99.44	21,105	2,236,041	100.38
2005	2,330,132	2,306,862	99.00	10,707	2,317,569	99.46
2006	2,644,294	2,610,697	98.73	20,343	2,631,040	99.50

Source: Office of the St. Charles County Assessor

THE CITY OF LAKE SAINT LOUIS, MISSOURI

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Governmental Activities				Total Governmental Activities	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds	Leasehold Revenue Bonds	Bank Note	Capital Leases			
1997	\$ 4,446,072	\$ 230,000	\$ 233,000	\$ -	\$ 4,909,072	2.43%	\$ 536
1998	4,231,072	210,000	112,719	-	4,553,791	2.15%	478
1999	3,991,072	190,000	94,067	-	4,275,139	1.77%	389
2000	3,951,072	170,000	68,117	-	4,189,189	1.14%	371
2001	6,251,072	-	48,478	119,018	6,418,568	1.75%	553
2002	6,041,072	-	125,191	93,527	6,259,790	1.71%	526
2003	9,770,875	-	79,859	47,882	9,898,616	2.70%	832
2004	9,605,722	-	49,250	6,500	9,661,472	2.64%	812
2005	9,434,173	-	23,019	261,575	9,718,767	2.65%	817
2006	9,235,000	-	-	165,372	9,400,372	2.56%	671

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

^a Percentage of personal income for Fiscal Years 1997-1999 is based on the U.S. Census Bureau's 1990 Census per capital income of \$22,058. Percentage of personal income for Fiscal Years 2000-2006 is based on the US Census Bureau's 2000 census. See page 58 for personal income and population data.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

**RATIOS OF GENERAL BONDED DEBT OUTSTANDING AND LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS**

	Fiscal Year Ended June 30,									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
General bonded debt outstanding										
General obligation bonds.....	\$ 4,446,072	\$ 4,231,072	\$ 3,991,072	\$ 3,951,072	\$ 6,251,072	\$ 6,041,072	\$ 9,770,875	\$ 9,605,722	\$ 9,434,173	\$ 9,235,000
Percentage of estimated actual property value ^a	1.01%	0.83%	0.76%	0.66%	0.98%	0.79%	1.20%	1.00%	0.89%	0.75%
Per Capita ^b	485.11	443.88	363.49	349.65	538.89	507.65	821.08	807.20	792.79	14,000.00
Less: Amounts set aside to repay general debt ^c	153,540	551,488	634,875	551,723	647,886	636,388	684,156	615,985	975,961	879,403
Total net debt applicable to.....	4,599,612	4,782,560	4,625,947	4,502,795	6,898,958	6,677,460	10,455,031	10,221,707	10,410,134	10,114,403
Legal debt limit ^d	8,747,970	10,025,156	10,412,517	11,836,937	12,706,109	15,273,166	16,255,494	19,190,417	21,078,726	25,033,408
Legal debt margin ^e	<u>\$ 4,148,358</u>	<u>\$ 5,242,596</u>	<u>\$ 5,786,570</u>	<u>\$ 7,334,142</u>	<u>\$ 5,807,151</u>	<u>\$ 8,595,706</u>	<u>\$ 5,800,463</u>	<u>\$ 8,968,710</u>	<u>\$ 10,668,592</u>	<u>\$ 14,919,005</u>
Legal debt margin as a percentage of the debt limit.....	47.42%	52.29%	55.57%	61.96%	45.70%	56.28%	35.68%	46.74%	50.61%	59.60%

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

^aProperty value data can be found on page 51: Assessed Value and Actual Value of Taxable Property.

^bPopulation data can be found on page 58: Demographic and Economic Statistics.

^cThis represents the fund balance in the Debt Service Fund.

^dUnder the statutes of the State of Missouri, the limit of bonded indebtedness is 10% of the most recent assessed valuation.

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

THE CITY OF LAKE SAINT LOUIS, MISSOURI

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2006

Governmental Unit	Debt Outstanding ^a	Estimated Percentage Applicable ^b	Estimated Share of Overlapping Debt
Overlapping debt:			
St. Charles Community College.....	48,010,000	4.78%	\$ 2,297,142
Wentzville School District.....	161,600,000	27.41%	44,292,972
Subtotal, Overlapping Debt.....			46,590,114
City of Lake St. Louis, direct debt.....			9,235,000
Total Direct and Overlapping Debt.....			<u>\$ 55,825,114</u>

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

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

^b Estimated based on 2005 real and personal property.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS

<u>Year</u>	<u>Population</u>	<u>Personal Income (thousand of dollars)^a</u>	<u>Per Capita Personal Income^a</u>	<u>School Enrollment</u>	<u>Unemployment Rate</u>
1996	9,165		28,844	4,900	2.2%
1997	9,532		29,998	5,200	2.2%
1998	10,980		31,198	5,355	2.2%
1999	11,300		32,445	5,809	1.7%
2000	11,600	366,628,500	33,740	5,905	1.1%
2001	11,900		35,427	6,203	1.6%
2002	11,900		32,064	7,100	2.7%
2003	11,900		32,064	6,000	2.6%
2004	11,900		35,791	7,000	4.0%
2005	14,000		32,064	7,788	3.1%

Source: U.S. Census Bureau Census 2000, U.S. Bureau of Labor Statistics, and the Wentzville School District

^aCity specific data for off census years is not readily available.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer	2006			1997		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Wentzville RIV School District.....	1,435	1	*	*	*	*
St. Joseph Hospital West.....	700	2	*	*	*	*
Wal Mart.....	400	3	*	*	*	*
National Information Systems Co.....	262	4	*	*	*	*
Schnucks.....	130	5	*	*	*	*
City of Lake Saint Louis.....	74	6	*	*	*	*
American Pool Players.....	56	7	*	*	*	*
Dennys.....	50	8	*	*	*	*
Butler International.....	47	9	*	*	*	*
Cuivre River Electric Cooperative.....	40	10	*	*	*	*
Total.....	<u>3,194</u>		<u>*</u>	<u>*</u>		<u>0.00%</u>

*Information not available

THE CITY OF LAKE SAINT LOUIS, MISSOURI

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	Full-time Equivalent Employees as of June 30,									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
General government:										
City Clerk.....	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Administration.....	2.5	2.5	2.5	2.5	2.5	2.8	2.0	3.6	3.6	3.6
Finance.....	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Community development.....	4.0	4.0	4.0	4.5	4.0	5.5	6.5	8.0	8.0	9.0
Municipal court.....	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Building maintenance.....	-	-	-	-	-	-	-	-	1.0	1.0
Police:										
Commissioned Officers.....	*	*	*	20.0	23.0	23.0	23.0	23.0	25.0	28.0
Civilians.....	*	*	*	7.0	7.0	7.0	7.0	8.0	8.5	8.5
Public Works.....	*	*	*	7.5	7.5	8.0	9.5	9.0	13.0	13.0
Parks & Recreation.....	*	*	*	7.5	6.5	3.0	6.0	7.8	7.8	10.8
Total.....	<u>12.5</u>	<u>12.5</u>	<u>12.5</u>	<u>55.0</u>	<u>56.5</u>	<u>55.3</u>	<u>60.0</u>	<u>65.4</u>	<u>72.9</u>	<u>79.9</u>

Source: The City of Lake Saint Louis Finance Department

* Information not available

THE CITY OF LAKE SAINT LOUIS, MISSOURI

OPERATING INDICATORS BY FUNCTION/PROGRAM (CONTINUED)
LAST TEN FISCAL YEARS

Function/Program	Fiscal Year Ended June 30,									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
General government:										
AP Checks Issued.....	*	*	*	*	*	*	*	*	2,807	2,609
Payroll Checks Issued.....	*	*	*	*	*	*	*	*	495	504
Purchasing:										
Purchase Orders Issued.....	*	*	666	1,082	903	1,000	862	800	773	663
Community Development:										
Planning & Zoning Applications.....	*	*	*	*	*	*	*	*	*	47
Single Family Site Plan Reviews.....	*	*	*	*	*	*	*	*	*	3
Permits Issued:										
Construction.....	*	*	*	*	*	*	*	*	*	982
Occupancy.....	*	*	*	*	*	*	*	*	*	443
Inspections Performed:										
Construction.....	*	*	*	*	*	*	*	*	*	4,767
Code Violations.....	*	*	*	*	*	*	*	*	*	3,204
Violation Notices.....	*	*	*	*	*	*	*	*	*	1,151
Board of Adjustment Cases.....	*	*	*	*	*	*	*	*	*	3
Architectural Review Cases.....	*	*	*	*	*	*	*	*	*	172
Police:										
Physical arrests - adult.....	404	450	546	516	563	767	875	855	441	491
Physical arrests - juvenile.....	80	63	63	40	54	39	30	114	13	61
Number of Traffic Tickets.....	3,217	3,310	3,687	3,587	3,052	3,906	2,770	2,217	2,399	2,645
Number of Traffic Accidents.....	144	174	227	210	225	256	380	464	298	259
Streets:										
Street Striping (Linear Feet).....										154,599
Maintenance - Asphalt (Tons).....	*	*	*	*	*	*	*	*	*	510
Maintenance - Concrete (Cu Yards).....										498
Street Maintenance (Hours).....	*	*	*	*	*	*	*	*	*	5,877
Snow Removal:										
Salt Used (Tons).....	*	*	*	*	*	*	*	*	*	159
Labor (Hours).....	*	*	*	*	*	*	*	*	*	134
Parks:										
Park Maintenance Cost per Acre.....	*	*	*	*	*	*	*	*	*	\$ 1,095
Recreation:										
Number of Adult Programs Offered.....	*	*	*	*	*	*	*	*	*	*
Number of Childrens Programs Offered.....	*	*	*	*	*	*	*	*	*	*
Cost Recovery Rate.....	*	*	*	*	*	*	*	*	*	*

THE CITY OF LAKE SAINT LOUIS, MISSOURI

OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	Fiscal Year Ended June 30,									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Workers Compensation ^e :										
Number of Claims.....	*	*	*	*	*	*	*	*	*	9
Average Cost per Claim.....	*	*	*	*	*	*	*	*	*	\$ 5,792
Fleet Services:										
Average Age of Vehicles.....	*	*	*	*	*	*	*	*	*	5 years
Maintenance Cost per Vehicle.....	*	*	*	*	*	*	*	*	*	\$ 1,846

Source: Various city departments

* Data not available.

THE CITY OF LAKE SAINT LOUIS, MISSOURI

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	Fiscal Year Ended June 30,									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Community Development:										
Vehicles.....	-	-	-	-	-	-	-	-	-	-
Police:										
Stations.....	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	
Vehicles.....	-	-	-	-	-	-	-	-	-	-
Public Works:										
Vehicles.....	-	-	-	-	-	-	-	-	-	-
Parks and Recreation:										
Acres of Parks.....	75	75	75	75	75	75	75	110	152	-
Outdoor Amphitheater.....								1	1	
Ball Diamonds.....	6	6	6	6	6	6	6	6	6	
Soccer Fields.....										
Vehicles.....	-	-	-	-	-	-	-	-	-	-
Streets:										
Miles of Streets.....	49	48	49	51.00	60.00	60.00	60.00	68.71	68.71	-
Miles of Sidewalks.....	-	-	-	-	-	-	-	-	-	-

Source: Various City departments