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Comprehensive Annual Financial Report, 1998

City of Des Peres

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Comprehensive Annual Financial Report

City of Des Peres, Missouri

For The Year Ending December 31, 1998



Des Peres City Hall
Des Peres, Mo.
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Richard E. Long

CITY OF DES PERES, MISSOURI
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED DECEMBER 31, 1998

Report issued by the Finance Department

Jeremy T. Craig, CPA
Director of Finance

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Part 1

Introductory Section



City of Des Peres
Missouri

May 21, 1999

Sharon Burkhardt
Mayor

Honorable Sharon Burkhardt
Mayor, City of Des Peres, Missouri
and Members of the Board of Aldermen

Ladies and Gentlemen:

We hereby transmit the comprehensive annual financial report of the City of Des Peres, Missouri (City), as of December 31, 1998, and for the year then ended. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. Management believes that the data, as presented, is accurate in all material respects; is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

This report has been prepared following the guidelines recommended by the Government Finance Officers' Association of the United States and Canada. This association awards Certificates of Achievement for Excellence in Financial Reporting to those governments whose annual financial reports are judged to conform substantially with high standards of public financial reporting including generally accepted accounting principles promulgated by the Governmental Accounting Standards Board. It is our belief that the accompanying Fiscal Year 1998 Financial Report meets program standards, and it will be submitted to the Government Finance Officers' Association for review.

In accordance with the above-mentioned guidelines, the accompanying report consists of three parts:

1. Introductory section, including the letter of transmittal; a list of City officials and the City's organizational chart.
2. Financial section, including the financial statements and supplemental data of the government accompanied by our independent auditors' report on the general purpose financial statements and schedules.

3. Statistical section, including a number of tables of unaudited data depicting the financial history of the government for the past ten years, information on overlapping governments, and demographic and other miscellaneous information.

The Code of Ordinances requires that the financial statements of the City of Des Peres be audited by a certified public accountant. This requirement has been complied with and our auditor's opinion is included in the financial section of this report.

Economic Condition and Outlook

The economic base of the City of Des Peres consists primarily of retail outlet shopping centers and commercial office buildings. The Manchester Road corridor contains the majority of retail activity. The intersection of Manchester Road and Interstate 270 has created a very vital thoroughfare. The State Highway and Transportation Department has labeled this intersection as one of the busiest in the State of Missouri. The presence of this traffic provides retailers with very desirable marketing advantages.

The City of Des Peres is home to West County Center - a regional shopping mall. On January 1, 1998, the City instituted a Tax Increment Financing District for the West County Center to assist in the redevelopment of the Center. This redevelopment is vital to protect the retail market share for the Center. In addition to the mall, there are many local strip-shopping locations, including Schnucks Center, Des Peres Square, Colonnade Center, and Olympic Oaks Village Shopping Center.

Commercial office activities remain a very large part of the local economy. Edward Jones, an investment banking company, is headquartered in Des Peres. Southwestern Bell has a strong presence in the City, including operations for Southwestern Bell Mobile Systems and Southwestern Bell Yellow Pages. In addition, Southwest Bank began construction of its corporate headquarters in the City during 1998.

The City of Des Peres has experienced increases in revenues on average of 1.8% over the last ten years. As we look to the future, the City of Des Peres has made a strong commitment to attracting new retail and commercial office development. The construction of two new subdivisions and new commercial buildings in the City during 1998, shows that commitment is paying dividends to the community. The City has eliminated all real estate tax assessments while still being committed to providing the same level of services for its business community and its residential community.

Honorable Mayor and Members of the
Board of Aldermen
City of Des Peres, Missouri

Major Initiatives

The Park Department maintains approximately 80 acres of park land in four locations. The City has received the Tree City USA award for the past sixteen consecutive years, and in 1998, the Governor of Missouri presented the Missouri Treescape Award to the City.

The City has completed long-range planning for a Community Recreation Center and continues to review the possible construction of such a facility. Currently, the City has been unable to acquire a tract of land suitable for the construction of a Recreation Center. The City has identified four tracts of undeveloped land within the City limits capable of supporting a Center, but has been unable to negotiate a purchase of any tract of land during 1998.

In November of 1994, the residents of the City voted to approve a one-half cent capital improvements sales tax effective April 1, 1995. The proceeds of the sales tax are being used to retire existing debt on the Public Safety building, road and bridge improvements, sidewalk improvements, improvements to facilities, park improvements, and capital equipment replacement.

The Mayor and the Board of Aldermen eliminated all real estate assessments by the City of Des Peres during 1995. The elimination of the real estate tax provided the residents and businesses of the City of Des Peres a savings of approximately \$335,000 annually.

The City will begin a renovation of the Public Works garage in 1999 designed to increase available working space in the facility and to better blend the facility in its surroundings. The facility should be completed in 1999.

In 1998, the City began a technology update program to review technology needs and calculating resource requirement necessary to meet those needs. This program began with inventory of technology and in 1998, led to the purchase of hardware upgrades to increase productivity and streamline support needs.

FINANCIAL INFORMATION

The City maintains its general accounting records on a modified accrual basis for all fund types and account groups.

Honorable Mayor and Members of the
Board of Aldermen
City of Des Peres, Missouri

Under the modified accrual basis, revenues are recognized when measurable and available, and expenditures are recognized when the related fund liability has been incurred. "Available" means collected within the current period or soon enough thereafter to be used to pay liabilities for the current period. Municipal taxes, interest income, intergovernmental revenue, and franchise fees are susceptible to accrual under the modified accrual basis of accounting. Licenses, permits, fines, and fees are not susceptible to accrual and are recognized as revenues when received. The City does not currently levy any property tax.

The City Administrator and department directors are responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the valuation of the costs and benefits requires estimates and judgments by management.

Budgetary Controls

In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Aldermen of the City of Des Peres, Missouri.

Missouri state law and City ordinances require that an annual budget be prepared by the City Administrator. All increases in overall budgeted expenditures must be approved by the Board of Aldermen, and this Board exercises control over budgeted expenditures throughout the fiscal year.

As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management.

The Reporting Entity and Its Services

This report includes all of the funds, account groups, boards, and commissions that are controlled by or are dependent on the executive or legislative branches of the City, as more fully described in Note 1 to the financial statements.

Honorable Mayor and Members of the
Board of Aldermen
City of Des Peres, Missouri

The City provides a full range of municipal services. This includes public safety (police, fire, and emergency medical services), sanitation, streets, planning and zoning, parks and recreation, and general administrative services.

General Governmental Functions

Revenues for the general fund for fiscal year ending December 31, 1998 totaled \$5,354,193. This represents a 4.25% increase over 1997. This increase is due to increases in sales tax, gas tax, and court revenues. The following schedule represents a summary all General Fund revenues for 1997 and 1998.

Revenue Source	For the Year Ended December 31,		1998 Percent Of Total	Increase (Decrease) Over 1997	Percent Increase (Decrease)
	1997	1998			
Sales and Use Taxes	\$ 2,848,908	\$ 2,984,631	55.74%	\$ 135,723	4.76%
Intergovernmental					
Motor Vehicle License	38,807	40,102	0.74	1,295	3.34
Motor Vehicle Sales	53,437	57,505	1.07	4,068	7.61
Gasoline Tax	233,592	235,930	4.41	2,338	1.00
County Road and Bridge	207,779	202,370	3.78	(5,409)	(2.60)
County Cigarette	37,826	40,963	0.77	3,137	8.29
	571,441	576,870	10.77	5,429	0.90
Licenses					
Merchant and Vending	471,565	492,230	9.19	20,665	4.38
Liquor	11,007	9,560	0.18	(1,447)	(13.15)
	482,572	501,790	9.37	19,218	3.98
Fees & Permits					
Bldg., Occup. and Sign	45,380	41,022	0.77	(4,358)	(9.6)
Zoning and Public Impr.	21,340	10,177	0.19	(11,163)	(52.31)
Board of Adjustment	2,520	6,400	0.12	3,880	153.97
Recreational Fees	126,430	125,324	2.34	(1,106)	(0.87)
	195,670	182,923	3.42	(12,747)	(6.51)
Utility Gross Receipts Tax	607,583	614,096	11.47	6,513	1.07
Interest	99,717	140,684	2.63	40,967	41.08
Court	162,072	246,103	4.60	84,031	61.85
Contracts and grants	88,000	30,625	0.57	(57,375)	(65.20)
Other	79,553	76,471	1.43	(3,082)	(3.87)
	329,625	353,199	6.60	23,574	7.15
	\$ 5,135,516	\$ 5,354,193	100.00%	\$ 218,677	4.26%

Honorable Mayor and Members of the
Board of Aldermen
City of Des Peres, Missouri

Sales Taxes - The City of Des Peres, Missouri, has two General Fund operating sales tax levies, the one percent (1%) and the quarter percent (.25%). These two sales tax levies accounted for 55.74% of the General Fund revenue in 1998. In 1993, legislation was enacted to require sales tax revenue sharing among cities located in St. Louis County. The City continued to share its sales tax revenues with other County entities during 1998.

Intergovernmental - Intergovernmental revenues are taxes levied by the State of Missouri and St. Louis County. These taxes are redistributed to the City of Des Peres for general operating purposes. As a whole, the intergovernmental revenues represent 10.77% of the annual general fund revenues.

Licenses - Ordinances of the City of Des Peres, Missouri, require that all persons doing business within the City limits apply for and obtain an annual business license. In 1998, these fees represented 9.37% of the annual General Fund revenues.

Interest Income - In 1998, interest income increased by 41.08%. The City has a written investment policy governing investment activities. Through a renegotiated banking services contract and an effort of maximizing cash flows, the City was able to invest its idle funds for a longer period of time and earn a better total interest rate on investments from 1997.

Fees and Permits - Fees and permit revenues represent 3.42% of the General Fund revenue. All revenues represent fees for services rendered.

Utility Gross Receipt Taxes - During 1998, Utility Gross Receipt Tax revenues amounted to 11.47% of the total revenue. The City of Des Peres, Missouri requires the providers of water, electric, gas and telephone services to apply for and obtain a license for the privilege of doing business. These fees represent payments made to the City of Des Peres for the privilege of access to City rights-of-way. The Missouri revised statutes provide that public property cannot be used for profit capacity without payment for such privilege. The telephone company pays 5%, electric company-3.61%, gas company-4.0%, and the water company-5.0%.

Honorable Mayor and Members of the
Board of Aldermen
City of Des Peres, Missouri

General fund expenditures for 1998 totalled \$5,158,022. The Department of Public Safety is the largest department, representing 54.42% of total expenditures. This department provides the City of Des Peres, Missouri, with police, fire, and emergency medical services. The Department of Public Works provides all planning and zoning services and all street maintenance functions. This department represents 14.58% of all expenditures. The Health Department is responsible for providing trash service to the residents of the City. Weekly curbside trash pickup is provided to City residents free of charge and represents 6.27% of City general fund expenditures. A summary of general fund expenditures is provided below.

	For the Year		1998 Percent Of Total	Increase (Decrease) Over 1997	Percent Increase (Decrease)
	Ended December 31, 1997	1998			
Boards and Commissions	\$ 75,135	\$ 114,284	2.22%	\$ 39,149	52.00%
Administration	148,944	159,651	3.10	10,707	7.19
Law	140,421	171,547	3.33	31,126	22.17
Finance	156,127	175,999	3.41	19,872	12.73
Municipal Buildings	126,573	123,700	2.40	(2,873)	(2.27)
Public Safety	2,625,380	2,807,121	54.42	181,741	6.92
Public Works	260,713	278,109	5.39	17,396	6.67
Streets	443,695	474,008	9.19	30,313	6.83
Health	286,993	323,375	6.27	36,382	12.68
Recreation	206,228	219,879	4.26	13,651	6.62
Park Maintenance	281,266	310,349	6.02	29,083	10.34
	<u>\$ 4,751,475</u>	<u>\$ 5,158,022</u>	<u>100.00%</u>	<u>\$ 406,547</u>	<u>8.56%</u>

General Fund Balances

The operating surplus before operating transfers for the fiscal year was \$196,171. The fund balance of the General Fund increased by \$196,171 to \$2,128,643 during fiscal year 1998.

Capital Improvements Fund

This fund is used to account for all proceeds from the Capital Improvement sales tax levy of one-half of one percent (.5%) and all related capital equipment acquisitions and capital improvements projects.

Honorable Mayor and Members of the
Board of Aldermen
City of Des Peres, Missouri

Debt Administration

The ratio of net bonded debt to assessed valuation of taxable real property and the amount of net bonded debt per capita are useful indicators of the City's debt position. This information for the City at the end of 1998 was as follows:

	Amount	Ratio Of To Assessed Value	Debt Per Capita
Net Bonded Debt	\$ 1,268,317	.72%	\$147

The debt service fund is used to account for all expenditures relating to the debt service of the outstanding general obligation bonds. The revenue in this fund is transferred from the Capital Improvements fund. Prior to 1994, the revenue was derived from the property owners in the City of Des Peres through property taxes.

Fiduciary Operations

Trust and agency funds are used to account for assets held by the City of Des Peres in a trustee capacity for the benefit of individuals and/or organizations. During 1998, the City was acting in a trustee capacity for past and current employees. All assets of the City's sponsored defined benefit retirement plan are accounted for in the Trust and Agency Fund.

General Fixed Assets

The general fixed assets of the City are those fixed assets used in the performance of general governmental functions. Depreciation of general fixed assets is not recognized in the City's accounting system.

Risk Management

The City is a member of two self-insured pools comprised of twenty-one municipalities in St. Louis County. These pools cover workers' compensation (St. Louis Area Insurance Trust - SLAIT), general liability, police liability, and auto liability (Property and Casualty Trust - PACT). The pools have contracted with the firm of Daniel and Henry Company for its administration and consulting services. The pools reinsure certain losses with the General Reinsurance Company and the Illinois Insurance Exchange. The City is a member of Missouri Consolidated Health Care Plan. MCHCP is a state-sponsored insurance pool that insures 65,125 individuals throughout the state.

The City purchases insurance coverage for the protection against loss of its building and contents as well as inland marine, business interruption insurance, and public officials liability insurance.

Honorable Mayor and Members of the
Board of Aldermen
City of Des Peres, Missouri

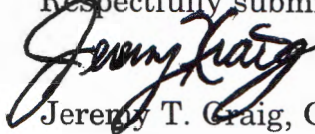
Acknowledgments

The preparation of this annual financial report could not have been accomplished without the efforts of professional staff of the City of Des Peres.

The Staff would also like to acknowledge the auditing firm of Rubin, Brown, Gornstein and Company. Sincere gratitude is extended to the auditors for their professionalism and assistance in formulating this report.

In addition, gratitude is expressed to the Mayor and Board of Alderman for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,



Jeremy T. Craig, CPA
Director of Finance

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Des Peres,
Missouri

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 1997

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.



Douglas R. Ellsworth
President

Jeffrey L. Essler
Executive Director



Part 2

Financial Section



Independent Auditors' Report

Honorable Mayor and
Members of the Board of Aldermen
City of Des Peres, Missouri

We have audited the accompanying general purpose financial statements of the City of Des Peres, Missouri, as of and for the year ended December 31, 1998, as listed in of the table of contents. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Des Peres, Missouri, as of December 31, 1998, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund financial statements and schedules as listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the City of Des Peres, Missouri. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole. The statistical section has not been subjected to the procedures applied in the audit of the general purpose financial statements and, accordingly, we do not express an opinion on it.

Rubin, Brown, Gornstein & Co. LLP	230 South Bemiston Avenue
Certified Public Accountants / Business Consultants	St. Louis, MO 63105

The required supplementary information on pages 19 through 21 is not a required part of the general purpose financial statements, but is supplementary information required by the Governmental Accounting Standards Board (GASB), and we did not audit or do not express an opinion on such information. We have applied certain limited procedures to the information on pages 19 through 20, which consisted principally of inquiries of management regarding the methods of measurement and presentation of this required supplementary information. Further, we were unable to apply to the Year 2000 information on page 21, certain procedures prescribed by professional standards because of the nature of the subject matter underlying the disclosure requirements and because sufficiently specific criteria regarding the matters to be disclosed have not been established. In addition, we do not provide assurance that the City of Des Peres, Missouri is or will become Year 2000 compliant, that the City of Des Peres, Missouri's Year 2000 remediation efforts will be successful in whole or in part or that parties with which the City of Des Peres, Missouri does business are or will become Year 2000 compliant.

As discussed in Note 6 to the general purpose financial statements, during 1998, the City of Des Peres, Missouri adopted Governmental Accounting Standards Board Statement No. 32, *Accounting and Financial Reporting For Internal Revenue Code Section 457 Deferred Compensation Plans*.

Rubin, Brown, Gornstein & Co. LLP

April 19, 1999



**General Purpose
Financial Statements**

CITY OF DES PERES, MISSOURI

COMBINED BALANCE SHEET ALL FUND TYPES AND ACCOUNT GROUPS December 31, 1998

	Governmental Fund Types			Fiduciary	Account Groups		Totals	
	General	Debt Service	Capital Projects	Pension Trust Fund	General	General	(Memorandum Only)	
					Fixed Assets	Long-Term Debt	1998	1997
Assets And Other Debits								
Cash and short-term investments	\$ 1,947,190	\$ 65,724	\$ 1,582,023	\$ —	\$ —	\$ —	\$ 3,594,937	\$ 3,018,587
Investments	—	—	—	4,971,415	—	—	4,971,415	4,453,551
Receivables:								
Sales taxes	312,591	—	140,794	—	—	—	453,385	449,374
Intergovernmental revenue	150,620	—	—	—	—	—	150,620	166,817
Other	181,007	959	16,775	—	—	—	198,741	264,199
Property and equipment	—	—	—	—	9,349,853	—	9,349,853	8,927,495
Amount available in the Debt Service Fund	—	—	—	—	—	66,683	66,683	70,055
Amount to be provided for the retirement of general long-term debt	—	—	—	—	—	1,268,317	1,268,317	1,359,945
Total Assets And Other Debits	\$ 2,591,408	\$ 66,683	\$ 1,739,592	\$ 4,971,415	\$ 9,349,853	\$ 1,335,000	\$ 20,053,951	\$ 18,710,023
Liabilities, Equity And Other Credits								
Liabilities								
Accounts payable and accrued liabilities	\$ 462,765	\$ —	\$ 86,152	\$ —	\$ —	\$ —	\$ 548,917	\$ 669,661
General obligation bonds payable	—	—	—	—	—	1,335,000	1,335,000	1,430,000
Total Liabilities	462,765	—	86,152	—	—	1,335,000	1,883,917	2,099,661
Equity And Other Credits								
Investment in general fixed assets	—	—	—	—	9,349,853	—	9,349,853	8,927,495
Fund balances:								
Reserved:								
Reserved for debt service	—	66,683	—	—	—	—	66,683	70,055
Reserved for employees' retirement system	—	—	—	4,971,415	—	—	4,971,415	4,453,551
Unreserved:								
Designated for subsequent year purchases	18,585	—	185,288	—	—	—	203,873	89,814
Unreserved - undesignated	2,110,058	—	1,468,152	—	—	—	3,578,210	3,069,447
Total Equity And Other Credits	2,128,643	66,683	1,653,440	4,971,415	9,349,853	—	18,170,034	16,610,362
Total Liabilities, Equity And Other Credits	\$ 2,591,408	\$ 66,683	\$ 1,739,592	\$ 4,971,415	\$ 9,349,853	\$ 1,335,000	\$ 20,053,951	\$ 18,710,023

CITY OF DES PERES, MISSOURI

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES For The Year Ended December 31, 1998

	Governmental Fund Types			Totals (Memorandum Only)	
	General	Debt Service	Capital Projects	1998	1997
Revenues					
Taxes	\$ 2,984,631	\$ 150,000	\$ 1,368,379	\$ 4,503,010	\$ 4,263,832
Intergovernmental	576,870	—	—	576,870	571,441
Licenses	501,790	—	—	501,790	482,572
Fees and permits	182,923	—	—	182,923	195,670
Utility gross receipts tax	614,096	—	—	614,096	607,583
Interest	140,684	3,328	32,057	176,069	173,240
Other	353,199	—	4,062	357,261	451,798
Total Revenues	5,354,193	153,328	1,404,498	6,912,019	6,746,136
Expenditures					
Current:					
General government	745,181	—	—	745,181	647,200
Public safety	2,807,121	—	—	2,807,121	2,625,380
Public works	278,109	—	—	278,109	260,713
Streets	474,008	—	—	474,008	443,695
Health	323,375	—	—	323,375	286,993
Parks and recreation	530,228	—	—	530,228	487,494
Total Current	5,158,022	—	—	5,158,022	4,751,475
Capital outlay	—	—	977,847	977,847	1,442,277
Debt service:					
Principal retirement	—	95,000	—	95,000	85,000
Interest and fiscal charges	—	61,700	—	61,700	64,691
Total Expenditures	5,158,022	156,700	977,847	6,292,569	6,343,443
Excess Of Revenues Over (Under) Expenditures	196,171	(3,372)	426,651	619,450	402,693
Fund Balances - Beginning Of Year	1,932,472	70,055	1,226,789	3,229,316	2,826,623
Fund Balances - End Of Year	\$ 2,128,643	\$ 66,683	\$ 1,653,440	\$ 3,848,766	\$ 3,229,316

CITY OF DES PERES, MISSOURI

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL - ALL GOVERNMENTAL FUND TYPES
For The Year Ended December 31, 1998**

	General			Debt Service			Capital Projects		
	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
Revenues									
Taxes	\$ 2,905,000	\$ 2,984,631	\$ 79,631	\$ 150,000	\$ 150,000	\$ —	\$ 1,275,000	\$ 1,368,379	\$ 93,379
Intergovernmental	596,500	576,870	(19,630)	—	—	—	—	—	—
Licenses	500,000	501,790	1,790	—	—	—	—	—	—
Fees and permits	187,000	182,923	(4,077)	—	—	—	—	—	—
Utility gross receipts tax	616,000	614,096	(1,904)	—	—	—	—	—	—
Interest	95,000	140,684	45,684	2,000	3,328	1,328	50,000	32,057	(17,943)
Other	323,000	353,199	30,199	8,625	—	(8,625)	44,150	4,062	(40,088)
Total Revenues	5,222,500	5,354,193	131,693	160,625	153,328	(7,297)	1,369,150	1,404,498	35,348
Expenditures									
Current:									
General government	767,785	745,181	22,604	—	—	—	—	—	—
Public safety	2,845,791	2,807,121	38,670	—	—	—	—	—	—
Public works	267,310	278,109	(10,799)	—	—	—	—	—	—
Streets	514,599	474,008	40,591	—	—	—	—	—	—
Health	345,800	323,375	22,425	—	—	—	—	—	—
Parks and recreation	540,115	530,228	9,887	—	—	—	—	—	—
Total Current	5,281,400	5,158,022	123,378	—	—	—	—	—	—
Capital outlay	—	—	—	—	—	—	1,370,995	977,847	393,148
Debt service:									
Principal retirement	—	—	—	95,000	95,000	—	—	—	—
Interest and fiscal charges	—	—	—	62,055	61,700	355	—	—	—
Total Expenditures	5,281,400	5,158,022	123,378	157,055	156,700	355	1,370,995	977,847	393,148
Excess Of Revenues Over (Under) Expenditures	(58,900)	196,171	255,071	3,570	(3,372)	(6,942)	(1,845)	426,651	428,496
Fund Balances - Beginning Of Year	1,932,472	1,932,472	—	70,055	70,055	—	1,226,789	1,226,789	—
Fund Balances - End Of Year	\$ 1,873,572	\$ 2,128,643	\$ 255,071	\$ 73,625	\$ 66,683	\$ (6,942)	\$ 1,224,944	\$ 1,653,440	\$ 428,496

CITY OF DES PERES, MISSOURI

COMBINED STATEMENT OF CHANGES IN PLAN NET ASSETS FIDUCIARY FUND TYPE- PENSION TRUST FUND For The Year Ended December 31, 1998

Additions	
Employer contributions	<u>\$ 176,630</u>
Investment Income:	
Net appreciation in fair value of investments	660,828
Interest	<u>154,937</u>
Total Investment Income	<u>815,765</u>
Total Additions	<u>992,395</u>
Deductions	
Benefits	464,083
Administrative expense	<u>10,448</u>
Total Deductions	<u>474,531</u>
Net Increase	<u>517,864</u>
Net Plan Assets Held in Trust for Pension Benefits, January 1, 1998	<u>4,453,551</u>
Net Plan Assets Held in Trust for Pension Benefits, December 31, 1998	<u><u>\$ 4,971,415</u></u>

CITY OF DES PERES, MISSOURI

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS December 31, 1998

1. **Summary Of Significant Accounting Policies**

The City of Des Peres, Missouri (the City) was incorporated on April 12, 1934, as a City of Fourth Class. The City operates under a Mayor/Board of Aldermen/Administrator form of government and provides the following services: public safety, highways and streets, health and social services, culture-recreations, education, public improvements, planning and zoning, and general administrative services.

The accounting policies of the City conform to generally accepted accounting principles as applicable to governmental entities. The following is a summary of the more significant accounting policies:

Reporting Entity

The City defines its reporting entity in accordance with Codification of Governmental Accounting and Financial Reporting Standards, Section 2100. The criteria used in determining the scope of the entity for financial reporting purposes includes, but is not limited to, the method of budget adoption, taxing authority, whether debt is secured by revenues or general obligations of the City, the obligation of the City to finance any deficits that may occur, and supervision over the accounting functions.

Component units are organizations for which the City, as the primary government, is financially accountable. To be considered financially accountable, the organization must be fiscally dependent on the City or the City must appoint a majority of the board of the organization and either 1) be able to impose its will on the organization or 2) the relationship must have the potential for creating a financial benefit or imposing a financial burden of the City.

Based on the foregoing, the City's general purpose financial statements include all funds, account groups, agencies, boards, commissions, and authorities that are controlled by or dependent on the City.

Fund Accounting

The accounts of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses as appropriate. 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 and account groups are summarized by type in the general purpose financial statements.

CITY OF DES PERES, MISSOURI

Notes To General Purpose Financial Statements (*Continued*)

The following fund types and account groups are used by the City:

Governmental Fund Types

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

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

Debt Service Fund - This fund is used to account for the accumulation of all resources for, and the payment of, general long-term debt principal, interest and related costs.

Capital Projects Fund - This fund is used to account for financial resources to be used for all major capital projects and improvements, including special assessments.

Fiduciary Fund Type

Trust funds are used to account for assets held by the City in a trustee capacity. For the City, this includes the pension trust fund which is used to account for assets related to the pension plan covering City employees. The pension trust fund is accounted for, and its results of operations are reported, similar to proprietary fund types, where the measurement focus is upon the determination of net income.

Account Groups

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

General Fixed Assets Account Group - This is a self-balancing account group established to account for the general fixed assets of the City.

General Long-Term Debt Account Group - This is a self-balancing account group established to account for all unmatured long-term indebtedness of the City.

CITY OF DES PERES, MISSOURI

Notes To General Purpose Financial Statements (*Continued*)

Basis of Accounting

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

The pension trust fund is accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of this fund is included on the balance sheet. The pension trust fund operating statement presents increases and decreases in net total assets.

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the general purpose financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The City records transactions during the year on the modified accrual basis of accounting for governmental fund types and the accrual basis of accounting for the pension trust fund.

Under the modified accrual basis of accounting, revenues are recorded when both measurable and available. The term "available" is defined as collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recognized when the related fund liability is incurred, except for interest on general obligation debt which is recognized when due.

Licenses, permits, fines, fees, and miscellaneous revenues (except interest on investments) are recorded as revenues when received in cash because they are generally not measurable until actually received. Interest on investments is recorded as earned since it is measurable and available. Utilities franchise taxes, and sales taxes are considered "measurable" when in the hands of intermediary collecting governments and recognized as revenue at that time. The City does not levy a real estate or personal property tax.

Under the accrual basis of accounting used by the pension trust fund, revenues are recognized when earned and expenses are recognized when incurred.

CITY OF DES PERES, MISSOURI

Notes To General Purpose Financial Statements *(Continued)*

Accounting Reclassification

Certain 1997 amounts have been reclassified where appropriate to conform with the budgetary financial statement presentation used in 1998.

Cash And Investments

Cash and short-term investments include amounts in demand deposits as well as investments that mature within one year of the date acquired by the City.

Investments are stated at cost or amortized cost, except for investments in the Pension Trust Fund which are reported at fair value.

General Fixed Assets

General fixed assets are accounted for as expenditures at the time of purchase. Such assets are capitalized at cost in the general fixed assets account group except for certain improvements such as streets, sidewalks, and drainage systems which are not capitalized, as these assets are immovable and of value only to the City. The cost of fixed assets is removed from the accounts when the related assets are disposed. No depreciation has been provided on assets which are recorded in the general fixed assets account group.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available.

Budgetary Data And Budgetary Process

The City uses the following procedures in establishing the budgetary data for the governmental fund types reflected in the financial statements:

1. Prior to November 1, the City Administrator submits to the Audit and Finance Committee a proposed operating budget for the fiscal year commencing on January 1. The operating budget includes proposed expenditures and the means of financing them. The City prepares its budget on a modified accrual basis of accounting.
2. Following review by the Audit and Finance Committee, the proposed budget is presented to the Board of Aldermen, and public hearings are held on the budget in late November and early December.
3. Prior to January 1, the budget is legally enacted by passage of salary ordinances and an adopting resolution.

CITY OF DES PERES, MISSOURI

Notes To General Purpose Financial Statements (*Continued*)

4. Transfers of budgeted amounts between departments within the same fund are made by the City Administrator and approved by the Board of Aldermen.
5. Amendments to the budget for changes of expenditures by object class are approved periodically throughout the year by the Board of Aldermen. During this fiscal period, there were transfers from one department to another. Although not required by City Ordinance, City policy dictates that department appropriations may not be exceeded without supplemental appropriation or transfer. At the end of the fiscal year, all unexpended appropriated balances lapsed.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the governmental fund types. Encumbrances outstanding at year end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year.

Compensated Absences

Under terms of the City's personnel policy, employees are granted vacations based on length of service. Vacations accrue on January 1 of each year. Upon termination, the employee is paid for unused vacation. Since vacation accrued at year-end is expected to be used by the employee during the following fiscal year, the accrual is reported within the governmental fund type to be payable out of expendable financial resources. Sick leave is accumulated based upon length of service and is available only to provide compensation during periods of illness. No portion of sick leave is payable to the employee upon termination. Accrued vacation can be converted to sick leave or sold back to the City at the employee's election. This conversion cannot reduce an employee's vacation accrual below two weeks.

Interfund Transactions

Transfers of resources from a fund receiving revenue to the fund through which the resources are to be expended are recorded as operating transfers. Such transfers are reported as other financing sources (uses) in the Governmental Fund Types.

CITY OF DES PERES, MISSOURI

Notes To General Purpose Financial Statements (Continued)

Intergovernmental Revenues

Resources received by the City from other governments are accounted for within applicable funds based on the purpose and requirements of each grant. Revenues are recognized on an accounting basis consistent with the fund's measurement objective.

Totals (Memorandum Only)

Totals columns on the combined financial statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position in conformity with generally accepted accounting principles; nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

2. Cash And Investments

Cash and investments consist of the following:

Petty cash	\$ 1,000
Cash in bank	2,276,702
Money market mutual funds	472,990
U.S. Government securities	844,245
Pension plan investments	<u>4,971,415</u>
Total Cash And Investments	<u>\$ 8,566,352</u>

State statutes authorize Missouri local governments to invest in obligations of the U.S. Treasury and U.S. Government agencies. For other deposits or investments, collateral is required to be pledged by the custodian bank in an amount sufficient to cover the amounts on deposit. The collateral is required to be held by the City Treasurer or by the trust department of a financial institution other than the pledging bank.

Deposits - At year end, the carrying amounts of the City's deposits were \$2,276,702 and the bank balances were \$2,362,580. Such bank balances were covered by Federal depository insurance and collateral held by the City's agent in the name of the financial institution as pledged to the City.

CITY OF DES PERES, MISSOURI

Notes To General Purpose Financial Statements (Continued)

Investments - The City's investments are categorized as either (1) insured or registered with securities held by the City or its agent in the City's name, (2) uninsured and unregistered, with securities held by a counterparty's trust department or agent in the City's name or (3) uninsured and unregistered with securities held by a counterparty or by its trust department or agent but not in the City's name.

	Categories			Carrying Value	Market Value
	1	2	3		
U.S. Government obligations	\$ —	\$ 844,245	\$ —	\$ 844,245	\$ 844,245
Money market mutual funds	—	—	—	472,990	472,990
Investment in pension plan pooled investments	—	—	—	4,971,415	4,971,415
	\$ —	\$ 844,245	\$ —	\$ 6,288,650	\$ 6,288,650

Pension Trust Fund investments are held under contractual agreements with investment managers. These assets consist of a Group Annuity Contract with Principal Mutual Life Insurance Company.

3. General Fixed Assets

The following represents a summary of changes in the general fixed assets account group for the year ended December 31, 1998:

	Balance - January 1, 1998		Additions	Retirements	Balance - December 31, 1998	
Land, land improvements and buildings	\$ 6,618,355	\$ 240,414	\$ —	\$ —	\$ 6,858,769	\$ 6,858,769
Automotive equipment	1,026,987	134,020	50,264	50,264	1,110,743	1,110,743
Furniture, fixtures and equipment	1,282,153	102,887	4,699	4,699	1,380,341	1,380,341
	\$ 8,927,495	\$ 477,321	\$ 54,963	\$ 54,963	\$ 9,349,853	\$ 9,349,853

CITY OF DES PERES, MISSOURI

Notes To General Purpose Financial Statements (Continued)

4. General Long-Term Debt

The City's long-term debt transactions for the year ended December 31, 1998 consist solely of activity of General Obligation Refunding Bonds, Series 1993, dated October 27, 1993, 2.5% - 4.9%, interest payable February 1 and August 1, principal payable February 1. The following is a summary at December 31, 1998:

	<u>General Obligation Bonds Payable</u>
Balance - January 1, 1998	\$ 1,430,000
Reductions	95,000
	<hr/>
Balance - December 31, 1998	<u>\$ 1,335,000</u>

The general obligation bond is recorded in the general long-term debt account group and is serviced through the debt service fund. These bonds are supported by a pledge of the City's full faith and credit. Capital projects fund tax revenues are appropriated each year to meet current year principal and interest requirements.

Principal Requirements To Maturity

Year Ending December 31,	General Obligation Bonds		
	Principal	Interest	Total
1999	\$ 95,000	\$ 57,235	\$ 152,235
2000	100,000	53,553	153,553
2001	105,000	49,528	154,528
2002	105,000	45,275	150,275
2003	115,000	40,679	155,679
2004 and Thereafter	815,000	123,128	938,128
	<hr/>		
	\$ 1,335,000	\$ 369,398	\$ 1,704,398

CITY OF DES PERES, MISSOURI

Notes To General Purpose Financial Statements (Continued)

Under the Statutes of the State of Missouri, the limit of bonded indebtedness is 10% of the most recent assessed valuation. This does not include an additional debt limit of 10% assessed valuation available for street improvements or sewers as provided under the statutes of the State of Missouri. The computation is as follows:

	City Purposes Basic Limit	Streets And Sewers Additional Limit
Assessed Valuation - January 1, 1998	\$ 215,562,316	\$ 215,562,316
Debt Limit - 10% of assessed valuation	21,556,232	21,556,232
Total Bonded Debt applicable to debt limit	1,335,000	—
Legal Debt Margin	\$ 20,221,232	\$ 21,556,232

Advance Refunding

During 1993, the City issued \$1,775,000 in General Obligation Refunding Bonds with an average interest rate of 3.7% to advance refund \$1,885,000 of outstanding 1989B Series bonds with an average interest rate of 6.5%.

The net proceeds of \$1,732,697 and an additional \$374,785 in City sinking fund monies were used to purchase U.S. Government securities. Those securities were deposited with an escrow agent to provide for all future debt service payments on the 1989B Series Bonds. As a result, the 1989B Series Bonds are considered to be defeased and the liability for those bonds has been removed from the general long-term debt account group as the City has legally satisfied its obligation through the refunding transaction. At December 31, 1998, such refunded bonds totalled \$1,505,000.

5. Pension Plan

Plan Description

The City has a single-employer defined benefit pension plan controlled by the provisions of the Ordinance adopted pursuant to Missouri State statute. The plan is governed by the City of Des Peres which is responsible for the management of plan assets. The City has delegated the authority to manage plan assets to The Principal Mutual Life Insurance Company. The Plan provides for retirement benefits, early and deferred retirement termination, and death benefits to members and beneficiaries.

CITY OF DES PERES, MISSOURI

Notes To General Purpose Financial Statements (Continued)

Employees become eligible to participate in the plan after completion of one year of eligible service. Nonuniformed and uniformed employees attaining the latter of age 60 and age 55, respectively, are entitled to annual benefits equal to 1.5% of the employee's final average compensation times their years of service. All benefits vest after five years of credited service. The Plan permits early retirement at the completion of ten years of credited service and attainment of age 55 for nonuniformed employees and age 50 for uniformed employees.

The payroll for the plan year ended June 30, 1998 was \$2,131,914. The City's total payroll was \$3,036,321 for the same period.

As of June 30, 1998 (the end of the most recent plan year), the pension plan's membership consisted of:

Active employees	62
Retirees and beneficiaries currently receiving benefits	5
Terminated employees entitled to benefits but not yet receiving them	15
	<hr/>
	82
	<hr/> <hr/>

Summary of Significant Accounting Policies

Basis of Accounting — The Plan's policy is to prepare its financial statements on the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when they are incurred.

Valuation of Investments — The Pension Plan's unallocated insurance contracts are valued at contract value. Contract value represents contributions made under the contract, plus interest at the contract rate, less funds used to pay benefits or administrative expenses.

The Pension Plan's unallocated separate accounts are valued at market value.

Significant Investments — At December 31, 1998, the following are investments (other than U.S. Government and U.S. Government guaranteed obligations), in any one organization, that represent five percent or more of net assets available for benefits.

The Principal Financial Group	<u>\$ 4,971,415</u>
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CITY OF DES PERES, MISSOURI

Notes To General Purpose Financial Statements (Continued)

Funding Policies

The Plan's funding policy provides for actuarially determined annual required contributions at rates that, for individual employees, increase gradually over time so that sufficient assets will be available to pay benefits when due. The contribution rate for normal cost is determined using the entry age actuarial method. The actuarial accrual liability is amortized over an initial 30-year period. The pension plan is entirely funded by the City. No employee contributions are required.

Contributions for the Plan year ended June 30, 1998 amounted to \$146,120 for normal cost (6.9% of annual covered payroll).

Three-Year Trend Information

Year Ended	Annual Pension Cost (APC)	Percentage Of APC Contributed	Net Pension Obligation
1996	\$ 209,272	100	\$ —
1997	194,125	100	—
1998	146,120	100	—

6. Deferred Compensation Plan

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

During the year, the plan was amended to comply with amendments to Section 457 of the Internal Revenue Code. Trust provisions were incorporated so that plan assets are held in trust for the exclusive benefit of the participants and their beneficiaries. As a result, the assets and liabilities of the deferred compensation plan is no longer included in the accompanying general purpose financial statements.

Previously, all amounts of the compensation deferred, all property and rights purchased with those amounts and all income attributable to those amounts, were solely the property and rights of the City (without being restricted to the provisions of benefits under the deferred compensation plan), subject only to the claims of the City's general creditors. Participants' rights under the plan was equal to those of general creditors of the City in an amount equal to the fair market value of the deferred account for each participant.

CITY OF DES PERES, MISSOURI

Notes To General Purpose Financial Statements (*Continued*)

7. Insurance Pool

The City participates in two self-insurance pools, the Property and Casualty Trust of St. Louis, Inc., (PACT) and the St. Louis Area Insurance Trust (SLAIT). Membership includes other St. Louis County municipalities.

PACT provides general liability, auto liability, police professional liability and paramedics malpractice coverages for the City. Premiums are calculated on an individual city basis by reviewing exposures according to insurance industry standards established by the reinsurance carrier. The rates are adjusted for each member using a three-year analysis of claims and losses for each member. Claims are paid from a self-insured retention established by the pool with stop-loss protection provided on both an individual and aggregate basis through the purchase of reinsurance contracts.

SLAIT provides workmen's compensation coverage at levels required by state law. Each member of SLAIT is assessed an annual premium based upon rates established by the Division of Workmen's Compensation for each class of employee. Claims are paid from a self-insured retention established by the pool with stop-loss protection on both an individual claim and aggregate basis provided by a reinsurance contract.

As a member of PACT and SLAIT, the City also purchases insurance policies on a group basis but issued to each participating city for auto physical damage, property coverage and public official liability coverages. In addition, the City acquires its bonding and sales tax interruption policies through PACT and SLAIT.

Settled claims have not exceeded this commercial coverage in any of the past three years. There were no significant reductions in insurance coverage from the prior year.

8. Contingencies

Litigation

The City generally follows the practice of recording loss contingencies when the amount can be reasonably estimated and it is probable that an asset has been impaired or a liability has been incurred. Various suits and claims against the City are presently pending. It is management's opinion that any liability resulting from pending suits and claims, in excess of insurance coverage, will not have a material impact on the general purpose financial statements of the City.

Required Supplementary Data

CITY OF DES PERES, MISSOURI

REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED) December 31, 1998

Pension

Progress historical trend information about the Plan is presented herewith as required supplementary information. It is intended to help users assess the Plan's funding status on a going-concern basis, assess progress made in accumulating assets to pay benefits when due, and make comparisons with other state and local government retirement systems.

The historical information required to be disclosed is as follows:

Schedule Of Employee Retirement Plan Funding Progress

Actuarial Valuation Date	(1) Actuarial Value Of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Unfunded AAL (UAAL) (2) - (1)	(4) Funded Ratio (1) / (2)	(5) Annual Covered Payroll	(6) UAAL As A % of Payroll [(2) - (1)] / (5)
1993	\$ 2,778,893	\$ 3,448,398	\$ 669,505	80.6%	\$ 1,840,936	36.4%
1994	3,219,433	3,728,906	509,473	86.3%	1,713,752	29.7%
1995	3,084,083	3,518,956	434,873	87.6%	1,688,033	25.7%
1996	3,622,543	3,845,699	223,156	94.2%	1,816,094	12.3%
1997	3,610,428	3,630,509	20,081	99.4%	1,932,239	1.0%
1998	4,396,332	4,330,274	—	101.5%	2,131,914	N/A

The comparability of trend information is affected by changes in actuarial assumptions, benefit provisions, actuarial funding methods, accounting policies and other changes. Those changes usually affect trends in contribution requirements and in ratios that use the accrued liability as a factor.

Analysis of the dollar amount of the actuarial value of assets, accrued liability and unfunded accrued liability in isolation can be misleading. Expressing the actuarial value of assets as a percentage of the accrued liability (column 4) provides one indication of the Plan's funding status on a going-concern basis. Analysis of this percentage, over time, indicates whether the system is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the plan.

CITY OF DES PERES, MISSOURI

Required Supplementary Information (Unaudited) (Continued)

Trends in unfunded accrued liability and annual covered payroll are both affected by inflation. Expressing unfunded accrued liability as a percentage of annual covered payroll (column 6) approximately adjusts for the effects of inflation and aids analysis of the Plan's progress made in accumulating sufficient assets to pay benefits when due. Generally, where there is an unfunded accrued liability, the smaller this percentage, the stronger the Plan. However, when assets are in excess of the accrued liability, the higher the bracketed percentage, the stronger the Plan.

Schedule Of Employer Contributions

The following table provides an analysis of funding progress for the last six years:

<u>Year Ended</u>	<u>Annual Required Contribution</u>	<u>Actual Contribution</u>	<u>Percentage Contribution</u>
1993	\$ 155,453	\$ 155,453	100
1994	237,167	237,167	100
1995	213,234	213,234	100
1996	209,282	209,282	100
1997	194,125	194,125	100
1998	146,120	146,120	100

Notes To Required Pension Supplementary Information

Actuarial Assumptions And Methods

The actuarial accrued liability was determined as part of an actuarial valuation at July 1, 1998, the most recently filed actuarial valuation report. Additional information as of the latest actuarial valuation follows:

Actuarial cost Method:	Aggregate
Amortization Method:	Level dollar closed
Remaining Amortization Period:	10 years
Asset Valuation Method:	
Fixed Income	Contract Basis
Stock Index 500	Market Basis
Actuarial Assumptions:	
Investment Rate Of Return	7.0%
Projected Salary Increases:	4.0%

CITY OF DES PERES, MISSOURI

Required Supplementary Information (Unaudited) *(Continued)*

Year 2000

The Year 2000 issue is the result of shortcomings in many electronic data processing systems and other electronic equipment that may adversely affect the government's operations as early as fiscal year 1999.

The City of Des Peres has completed an inventory of computer systems and other electronic equipment that may be affected by the Year 2000 issue and that are necessary to conducting City operations. Based on this inventory, the City is currently in the remediation stage in that bid specifications have been drawn up to purchase, from outside vendors, hardware believed to be Year 2000 compliant for the Public Safety department's computer-aided dispatch system. No contracts have been let as of December 31, 1998. Testing and validation of the new system will need to be completed after the hardware and software is installed.

Because of the unprecedented nature of the Year 2000 issue, its effects and the success of related remediation efforts will not be fully determinable until the Year 2000 and thereafter. Management cannot assure that the City of Des Peres is or will be Year 2000 ready, that the City's remediation efforts will be successful in whole or in part, or that parties with whom the City does business will be Year 2000 ready.

Supplementary Data



General Fund

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

CITY OF DES PERES, MISSOURI

GENERAL FUND - SCHEDULE OF REVENUES - BUDGET AND ACTUAL For The Year Ended December 31, 1998 (With Comparative Actual Amounts For The Year Ended December 31, 1997)

	1998		Variance - Favorable (Unfavorable)	1997
	Budget	Actual		Actual
Sales And Use Tax	\$ 2,905,000	\$ 2,984,631	\$ 79,631	\$ 2,848,908
Intergovernmental				
Motor vehicle license fees	39,000	40,102	1,102	38,807
Motor vehicle sales tax	52,500	57,505	5,005	53,437
Gasoline tax	235,000	235,930	930	233,592
County road and bridge tax	230,000	202,370	(27,630)	207,779
County cigarette tax	37,000	40,963	3,963	37,826
Intangible/financial institution tax	3,000	—	(3,000)	—
Total Intergovernmental	596,500	576,870	(19,630)	571,441
Licenses				
Merchants and vending	489,000	492,230	3,230	471,565
Liquor	11,000	9,560	(1,440)	11,007
Total Licenses	500,000	501,790	1,790	482,572
Fees And Permits				
Building, occupancy and sign permits	35,000	41,022	6,022	45,380
Zoning and public improvements fees	20,000	10,177	(9,823)	21,340
Board of Adjustment fees	2,000	6,400	4,400	2,520
Recreational fees	130,000	125,324	(4,676)	126,430
Total Fees And Permits	187,000	182,923	(4,077)	195,670
Utility Gross Receipts Tax	616,000	614,096	(1,904)	607,583
Interest Income	95,000	140,684	45,684	99,717
Other				
Court fines	180,000	246,103	66,103	162,072
Contracts and grants	88,000	30,625	(57,375)	88,000
Other	55,000	76,471	21,471	79,553
Total Other	323,000	353,199	30,199	329,625
Total Revenues	\$ 5,222,500	\$ 5,354,193	\$ 131,693	\$ 5,135,516

CITY OF DES PERES, MISSOURI

**GENERAL FUND - SCHEDULE OF EXPENDITURES -
BUDGET AND ACTUAL**

For The Year Ended December 31, 1998

(With Comparative Actual Amounts For The Year Ended December 31, 1997)

	1998		Variance - Favorable (Unfavorable)	1997
	Budget	Actual		Actual
General Government				
Boards And Commissions				
Personal services	\$ 24,550	\$ 24,787	\$ (237)	\$ 22,499
Materials and supplies	—	912	(912)	356
Contractual services	95,400	88,585	6,815	52,280
Total Boards And Commissions	119,950	114,284	5,666	75,135
Administration				
Personal services	148,890	152,931	(4,041)	141,213
Materials and supplies	450	481	(31)	439
Contractual services	5,665	6,239	(574)	7,292
Total Administration	155,005	159,651	(4,646)	148,944
Law				
Personal services	79,605	79,299	306	58,917
Contractual services	82,620	92,248	(9,628)	81,504
Total Law	162,225	171,547	(9,322)	140,421
Finance				
Personal services	105,980	85,959	20,021	95,076
Materials and supplies	10,280	10,381	(101)	7,245
Contractual services	82,845	79,659	3,186	53,806
Total Finance	199,105	175,999	23,106	156,127
Municipal Buildings				
Materials and supplies	6,700	4,641	2,059	6,089
Contractual services	124,800	119,059	5,741	120,484
Total Municipal Buildings	131,500	123,700	7,800	126,573
Total General Government	\$ 767,785	\$ 745,181	\$ 22,604	\$ 647,200

CITY OF DES PERES, MISSOURI

GENERAL FUND - SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

For The Year Ended December 31, 1998

(With Comparative Actual Amounts For The Year Ended December 31, 1997)

	1998		Variance - Favorable (Unfavorable)	1997
	Budget	Actual		Actual
Public Safety				
Personal services	\$ 2,491,515	\$ 2,477,262	\$ 14,253	\$ 2,337,601
Materials and supplies	95,170	87,603	7,567	60,601
Contractual services	259,106	242,256	16,850	227,178
Total Public Safety	2,845,791	2,807,121	38,670	2,625,380
Public Works				
Personal services	259,720	265,653	(5,933)	247,947
Materials and supplies	2,600	2,894	(294)	3,508
Contractual services	4,990	9,562	(4,572)	9,258
Total Public Works	267,310	278,109	(10,799)	260,713
Streets				
Personal services	346,519	315,472	31,047	302,965
Materials and supplies	101,250	94,123	7,127	85,349
Contractual services	66,830	64,413	2,417	55,381
Total Streets	514,599	474,008	40,591	443,695
Health				
Materials and supplies	—	783	(783)	959
Contractual services	345,800	322,592	23,208	286,034
Total Health	345,800	323,375	22,425	286,993
Parks And Recreation				
Park Maintenance				
Personal services	262,530	260,818	1,712	227,355
Materials and supplies	35,400	38,124	(2,724)	41,892
Contractual services	14,990	11,407	3,583	12,019
Total Park Maintenance	312,920	310,349	2,571	281,266
Recreation				
Personal services	135,430	138,960	(3,530)	130,528
Materials and supplies	11,195	9,388	1,807	10,837
Contractual services	80,570	71,531	9,039	64,863
Total Recreation	227,195	219,879	7,316	206,228
Total Parks And Recreation	540,115	530,228	9,887	487,494
Total General Fund	\$ 5,281,400	\$ 5,158,022	\$ 123,378	\$ 4,751,475

Capital Projects Fund

The Capital Projects Fund is used to account for the acquisition, construction and improvement of major capital facilities.

CITY OF DES PERES, MISSOURI

**CAPITAL PROJECTS FUND - SCHEDULE OF EXPENDITURES -
BUDGET AND ACTUAL**

For The Year Ended December 31, 1998

(With Comparative Actual Amounts For The Year Ended December 31, 1997)

	1998		Variance -	1997
	Budget	Actual	Favorable (Unfavorable)	Actual
Law	\$ 5,600	\$ 5,456	\$ 144	\$ —
Finance	—	4,729	(4,729)	—
Municipal buildings	496,500	190,935	305,565	43,895
Public safety	224,400	159,735	64,665	146,609
Public works	585,000	538,549	46,451	1,082,125
Health	—	—	—	31,080
Recreation	19,495	16,251	3,244	—
Park maintenance	40,000	62,192	(22,192)	138,568
	\$ 1,370,995	\$ 977,847	\$ 393,148	\$ 1,442,277



Part 3

Statistical Section

CITY OF DES PERES, MISSOURI

Table 1

**GENERAL GOVERNMENTAL EXPENDITURES BY DEPARTMENT
For The Last Ten Fiscal Years**

	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
Boards and Commissions	\$ 83,569	\$ 51,887	\$ 61,144	\$ 55,713	\$ 68,113	\$ 63,244	\$ 75,428	\$ 81,244	\$ 75,135	\$ 114,284
Administration	170,712	189,265	184,138	191,707	102,032	110,900	117,639	125,737	148,944	159,651
Law	114,763	101,947	101,572	84,617	79,070	82,306	119,447	121,688	140,421	171,547
Public Safety	1,506,484	1,667,835	1,624,026	1,648,189	1,729,812	1,791,035	1,890,182	1,954,306	2,625,380	2,807,121
Public Works	454,494	486,549	467,159	454,423	479,797	500,017	486,854	186,396	260,713	278,109
Streets	—	—	—	—	—	—	—	369,493	443,695	474,008
Health	344,163	391,369	327,433	315,438	359,784	340,626	333,991	312,361	286,993	323,375
Municipal Buildings	123,412	121,829	109,201	140,509	121,892	130,514	138,516	137,668	126,573	123,700
Recreation	172,592	183,237	193,177	175,905	151,946	154,890	155,254	172,110	206,228	219,879
Park Maintenance	193,616	213,220	203,327	189,259	200,614	217,357	212,131	233,025	281,266	310,349
Finance	48,541	70,749	53,805	55,417	135,425	126,403	141,378	154,582	156,127	175,999
Insurance and Pension	513,128	544,832	570,565	535,275	434,850	530,109	661,099	661,295	—	—
Total	\$ 3,725,474	\$ 4,022,719	\$ 3,895,547	\$ 3,846,452	\$ 3,863,335	\$ 4,047,401	\$ 4,331,919	\$ 4,509,905	\$ 4,751,475	\$ 5,158,022

- (1) Balances include primary government only.
- (2) In 1996, the Public Works department was split into two separate departments, Public Works and Streets.
- (3) In 1997, the Insurance & Pension costs were distributed to departments.

Source: Audited Financial Statements

CITY OF DES PERES, MISSOURI

Table 2

**GENERAL GOVERNMENTAL REVENUE BY SOURCE
For The Last Ten Fiscal Years**

	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
Taxes	\$ 2,801,903	\$ 2,646,666	\$ 2,489,878	\$ 2,544,420	\$ 2,655,242	\$ 3,121,205	\$ 2,984,452	\$ 2,796,389	\$ 2,848,908	\$ 2,984,631
Intergovernmental	532,474	396,001	411,905	436,536	463,940	488,546	526,652	546,194	571,441	576,870
Licenses	374,862	390,165	361,417	355,776	438,455	503,785	480,819	479,047	482,572	501,790
Fees and Permits	125,647	121,872	134,214	148,846	167,563	175,055	171,377	160,599	195,670	182,923
Utility Gross Receipts Tax	513,233	520,354	525,721	510,935	534,397	549,400	596,610	599,218	607,583	614,096
Interest	82,794	63,350	45,040	31,419	23,615	29,359	59,223	78,628	99,717	140,684
Miscellaneous	100,423	101,372	124,078	164,729	162,424	161,640	193,658	312,816	329,625	353,199
Total	\$ 4,531,336	\$ 4,239,780	\$ 4,092,253	\$ 4,192,661	\$ 4,445,636	\$ 5,028,990	\$ 5,012,791	\$ 4,972,891	\$ 5,135,516	\$ 5,354,193

- (1) Sales Tax Revenue sharing began in 1994. The three year phase in, which was estimated to be approximately 20%, was in full effect during fiscal year 1996.
- (2) The City eliminated all real estate tax assessments in 1995.

Source: Audited Financial Statements

CITY OF DES PERES, MISSOURI

Table 3

**MUNICIPAL TAX REVENUE BY SOURCE
For The Last Ten Fiscal Years**

	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
Sales Tax	\$ 2,541,564	\$ 2,372,803	\$ 2,219,649	\$ 2,236,766	\$ 2,362,471	\$ 2,837,432	\$ 2,984,397	\$ 2,793,271	\$ 2,848,908	\$ 2,984,631
Property Tax	249,714	265,936	264,973	300,726	285,294	272,570	23	—	—	—
Public Utility Tax	4,584	3,865	3,645	3,021	4,867	8,923	—	3,118	—	—
Interest and Penalties	3,169	596	810	2,285	34	1	32	—	—	—
Intangible	2,872	3,466	801	1,622	2,576	2,279	—	—	—	—
Total	\$ 2,801,903	\$ 2,646,666	\$ 2,489,878	\$ 2,544,420	\$ 2,655,242	\$ 3,121,205	\$ 2,984,452	\$ 2,796,389	\$ 2,848,908	\$ 2,984,631

- (1) Sales Tax Revenue sharing began in 1994. The three year phase in, which was estimated to be approximately 20%, was in full effect during fiscal year 1996.
- (2) The City eliminated all real estate tax assessments in 1995.

Source: Audited Financial Statements

CITY OF DES PERES, MISSOURI

Table 4

**INTERGOVERNMENTAL REVENUE BY SOURCE
For The Last Ten Fiscal Years**

	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
Motor Vehicle License Fees	\$ 30,260	\$ 30,813	\$ 31,611	\$ 33,537	\$ 34,609	\$ 37,467	\$ 37,568	\$ 38,386	\$ 38,807	\$ 40,102
Motor Vehicle Sales Tax	32,305	32,358	30,510	33,468	39,899	45,484	47,727	49,469	53,437	57,505
Gasoline Tax	131,070	129,639	128,483	151,176	163,995	189,053	199,223	219,801	233,592	235,930
County Road and Bridge Tax	299,390	163,841	184,307	181,640	187,038	179,408	200,444	199,257	207,779	202,370
County Cigarette Tax	39,449	39,350	36,994	36,715	38,399	37,134	41,690	39,281	37,826	40,963
Total	\$ 532,474	\$ 396,001	\$ 411,905	\$ 436,536	\$ 463,940	\$ 488,546	\$ 526,652	\$ 546,194	\$ 571,441	\$ 576,870

Source: Audited Financial Statements

CITY OF DES PERES, MISSOURI

Table 5

**LICENSE REVENUE BY SOURCE
For The Last Ten Fiscal Years**

	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
Merchants and Vending	\$ 363,762	\$ 376,510	\$ 349,997	\$ 355,061	\$ 427,318	\$ 491,282	\$ 470,112	\$ 468,945	\$ 471,565	\$ 492,230
Liquor	11,100	13,655	11,420	715	11,137	12,503	10,707	10,102	11,007	9,560
Total	\$ 374,862	\$ 390,165	\$ 361,417	\$ 355,776	\$ 438,455	\$ 503,785	\$ 480,819	\$ 479,047	\$ 482,572	\$ 501,790

Source: Audited Financial Statements

**FEES AND PERMITS REVENUE BY SOURCE
For The Last Ten Fiscal Years**

	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
Building, Occupancy and Sign Permits	\$ 16,186	\$ 11,236	\$ 8,650	\$ 17,625	\$ 32,998	\$ 28,117	\$ 21,917	\$ 17,325	\$ 45,380	\$ 41,022
Zoning and Public Improvement Fees	3,458	4,052	4,427	6,504	8,177	12,760	23,399	14,706	21,340	10,177
Cable Franchise	17,016	18,558	19,781	21,337	22,018	20,208	22,005	23,663	—	—
Board of Adjustment Fees	2,500	1,375	2,647	3,975	1,700	4,350	2,675	1,250	2,520	6,400
Recreational Fees	86,487	86,651	98,709	99,405	102,730	109,620	101,381	103,655	126,430	125,324
Total	\$ 125,647	\$ 121,872	\$ 134,214	\$ 148,846	\$ 167,623	\$ 175,055	\$ 171,377	\$ 160,599	\$ 195,670	\$ 182,923

(1) In 1997, Cable Franchise revenue was reported in Utility Gross Receipts Tax.

Source: Audited Financial Statements

CITY OF DES PERES, MISSOURI

Table 7

**MISCELLANEOUS REVENUE BY SOURCE
For The Last Ten Fiscal Years**

	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
Court Fines	\$ 69,719	\$ 72,271	\$ 66,033	\$ 103,905	\$ 112,459	\$ 105,205	\$ 112,550	\$ 152,347	\$ 162,072	\$ 246,103
Rent	1,200	1,200	1,100	1,200	1,200	1,200	1,200	1,200	3,146	—
Accident Reports	2,697	2,410	3,147	2,595	3,298	3,382	3,283	2,552	—	—
Contracts and Grants	23,537	24,775	48,586	51,015	43,039	49,193	55,500	81,750	88,000	30,625
Other	3,270	716	5,212	6,014	2,428	2,660	21,124	74,967	76,407	76,471
Total	\$ 100,423	\$ 101,372	\$ 124,078	\$ 164,729	\$ 162,424	\$ 161,640	\$ 193,657	\$ 312,816	\$ 329,625	\$ 353,199

Source: Audited Financial Statements

CITY OF DES PERES, MISSOURI

Table 8

**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
For The Last Ten Fiscal Years**

Calendar Year	Real Estate		Personal Property		Railroads & Utilities	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
1988	\$ 112,216,460	\$ 513,599,982	\$ 22,952,647	\$ 69,553,476	\$ 3,237,404	\$ 9,810,315
1989	133,784,030	612,311,914	23,907,112	72,445,794	3,237,404	9,810,315
1990	135,462,147	619,992,434	24,920,348	75,516,206	3,080,378	9,334,479
1991	144,014,876	659,137,150	23,904,407	72,437,597	2,923,232	8,858,279
1992	143,519,470	656,869,742	25,218,820	76,420,667	2,928,753	8,875,009
1993	142,999,610	654,490,411	26,884,197	81,467,264	3,039,714	9,211,255
1994	139,995,720	640,742,002	27,910,972	84,578,703	3,066,408	9,292,145
1995	147,651,490	675,754,343	32,317,581	97,932,064	2,956,132	8,957,976
1996	148,214,830	679,531,497	38,658,270	117,146,272	2,877,221	8,718,852
1997	162,679,470	742,727,618	35,204,959	105,625,440	3,091,688	9,661,525
1998	176,083,370	804,033,653	36,154,477	108,572,003	3,324,469	10,388,966

- (1) Assessments are determined by the Assessor of St. Louis County. Property is assessed as of January 1.
- (2) Assessments are based on a percentage of estimated actual values. Real property is classified as residential, agricultural, or commercial. Residential property is assessed at 19%, agricultural is assessed at 12%, and commercial is assessed at 32%. All railroad and utility property is assessed as 32%. All personal property is assessed at 33-1/3%.

Source: St. Louis County Assessor

CITY OF DES PERES, MISSOURI

Table 9

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

(PER \$100 OF ASSESSED VALUE)

For The Last Ten Fiscal Years

	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
Taxes levied on all property in the City Of Des Peres, Missouri:										
City of Des Peres	0.190	0.200	0.210	0.350	0.270	0.240	0.000	0.000	0.000	0.000
State of Missouri	0.030	0.030	0.030	0.030	0.030	0.030	0.030	0.030	0.030	0.030
St. Louis County	0.580	0.580	0.580	0.580	0.580	0.580	0.580	0.580	0.580	0.580
Special School District	0.540	0.540	0.530	0.610	0.620	0.630	0.620	0.620	0.620	0.640
St. Louis Community College	0.190	0.190	0.190	0.220	0.220	0.240	0.240	0.240	0.240	0.240
St. Louis County Library	0.100	0.100	0.110	0.125	0.130	0.130	0.140	0.140	0.140	0.140
Metropolitan Sewer District										
Metro Sewer District:	0.070	0.070	0.070	0.070	0.070	0.070	0.070	0.070	0.070	0.070
Metro Sewer District Extension	0.020	0.020	0.020	0.020	0.020	0.020	0.020	0.020	0.020	0.020
Mississippi River Anti-Pollution	0.020	0.020	0.020	0.020	0.020	0.020	0.020	0.020	0.020	0.020
Sugar Creek Subdistrict	0.070	0.070	0.070	0.070	0.070	0.070	0.070	0.070	0.070	0.070
Deer Creek Subdistrict	0.060	0.060	0.060	0.060	0.060	0.060	0.060	0.060	0.060	0.060
Meramec River Basin Subdistrict	0.070	0.070	0.070	0.070	0.070	0.070	0.070	0.070	0.070	0.070
Metropolitan Zoological Park	0.198	0.198	0.198	0.214	0.220	0.224	0.228	0.232	0.232	0.232
Sheltered Workshop	0.085	0.085	0.085	0.085	0.085	0.085	0.085	0.085	0.085	0.080
Totals	2.223	2.233	2.243	2.524	2.465	2.469	2.233	2.237	2.237	2.252
School Districts (2):										
Kirkwood	2.690	2.690	2.970	3.320	3.650	3.780	3.810	3.870	3.790	4.220
Parkway	3.080	3.120	3.130	3.090	3.530	3.430	3.440	3.730	3.640	3.660

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year	Total Tax Levy	Current Tax Collections	Percentage of Current Taxes Collected	Total Tax Collections	Ratio of Total Tax Collections to Total Tax Levy	Outstanding Delinquent Taxes	Ratio of Outstanding Delinquent Taxes to Total Tax Levy
1989	\$ 254,190	\$ 254,231	100.02%	\$ 255,184	100.39%	\$ (994)	(0.39)%
1990	270,924	249,714	92.17	249,714	92.17	21,210	7.83
1991	302,431	264,973	87.61	264,973	87.61	37,458	12.39
1992	502,318	490,807	97.71	490,807	97.71	11,511	2.29
1993	386,099	356,282	92.28	356,282	92.28	29,817	7.72
1994	335,990	314,182	93.51	314,182	93.51	21,808	6.49
1995	—	—	—	—	—	—	—
1996	—	—	—	—	—	—	—
1997	—	—	—	—	—	—	—
1998	—	—	—	—	—	—	—

(1) Delinquent tax collection records are maintained by the St. Louis County Assessor's Office. Beginning in 1996, the City no longer tracks this information.

(2) The City of Des Peres eliminated property taxes in 1995.

Source: Audited Financial Statements

CITY OF DES PERES, MISSOURI

**COMPUTATION OF DIRECT AND OVERLAPPING DEBT
December 31, 1998**

	Net General Obligation Debt	Applicable to the City of Des Peres	Amount Applicable to the City of Des Peres
City of Des Peres	\$ 1,335,000	100.00%	\$ 1,335,000
St. Louis County	245,560,000	0.01	2,750,272
Parkway School District	59,685,390	0.02	1,193,708
Kirkwood School District	36,960,000	0.17	6,198,192
State of Missouri	1,018,375,000	0.00	3,156,963
Total	\$ 1,361,915,390		\$ 14,634,134

- (1) Only portions of the school districts are located within the City limits. The applicable amounts refer to that portion of the district that is contained within the City's boundary.

Source: The above named jurisdictions, Office of the St. Louis County Assessor.

**RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO
ASSESSED VALUE AND NET GENERAL OBLIGATION
BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS**

Fiscal Year	Population	Assessed Value	Gross Bonded Debt	Less Debt Service Fund	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt per Capita
1989	8,391	\$ 133,784,030	\$ 2,350,000	\$ 200,000	\$ 2,150,000	1.61%	\$ 256
1990	8,395	135,462,147	2,270,000	200,000	2,070,000	1.53	247
1991	8,400	144,014,876	2,200,000	200,000	2,000,000	1.39	238
1992	8,404	143,519,470	2,040,000	522,798	1,517,202	1.06	181
1993	8,405	142,999,610	1,775,000	57,587	1,717,413	1.20	204
1994	8,408	139,995,720	1,680,000	41,490	1,638,510	1.17	195
1995	8,416	147,651,490	1,600,000	49,210	1,550,790	1.05	184
1996	8,480	148,214,830	1,515,000	57,226	1,457,774	0.98	172
1997	8,591	162,679,470	1,430,000	70,055	1,359,945	0.84	158
1998	8,591	176,083,370	1,335,000	66,683	1,268,317	0.72	147

(1) The 1990 population is from the United States Bureau of Census, all other years are estimates made by the Bureau of Census.

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

Fiscal Year	Principal	Interest	Total Debt Service	Total General Governmental Expenditures	Ratio Of Debt Service to General Governmental Expenditures
1989	\$ 580,000	\$ 42,990	\$ 622,990	\$ 3,725,474	16.72%
1990	80,000	118,091	198,091	4,022,719	4.92
1991	85,000	142,756	227,756	3,895,547	5.85
1992	145,000	139,015	284,015	3,846,452	7.38
1993	155,000	129,233	284,233	3,863,335	7.36
1994	95,000	55,040	150,040	4,047,401	3.71
1995	80,000	68,897	148,897	4,331,919	3.44
1996	85,000	67,442	152,442	4,509,905	3.38
1997	85,000	64,691	149,691	4,751,475	3.15
1998	95,000	61,700	156,700	5,158,022	3.04

Source: Audited Financial Statements

**PRINCIPAL TAXPAYERS
December 31, 1998**

Taxpayer	Type of Business	1998 Assessed Value	Percentage Of Total Assessed Value
Edward D. Jones and Company	Investment Company	\$ 6,760,800	3.84%
Center Mark Properties	Retail Shopping	5,560,650	3.16
TBC Realty	Health Care	4,511,130	2.56
Equitable Life Insurance	Retail Shopping	3,668,320	2.08
Duke Realty	Telecommunications	3,416,610	1.94
May Department Stores	Retail Shopping	3,266,880	1.86
Corporate Property Investors	Retail Shopping	2,884,480	1.64
Esnosnas Partnership	Retail Shopping	2,252,950	1.28
Wehrenberg	Theater	1,544,160	0.88
Schnucks Markets	Retail Shopping	1,480,490	0.84
		Total	20.00%

(1) Based on 1998 assessed valuation equal to \$176,083,370.

Source: Office of the St. Louis County Assessor.

CITY OF DES PERES, MISSOURI

Table 15

**BUILDING PERMITS AND CONSTRUCTION
For The Last Ten Fiscal Years**

	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
Number of Permits	288	316	202	130	153	111	116	107	139	257
Value of Construction	\$ 9,564,860	\$ 4,010,371	\$ 6,097,620	\$ 2,993,855	\$ 4,947,607	\$ 7,050,925	\$ 20,418,141	\$ 2,090,435	\$ 6,381,408	\$ 30,121,416

Source: Department of Public Works, City of Des Peres, Missouri

SALARIES AND SURETY BONDS OF PRINCIPAL OFFICIALS
December 31, 1998

Name and Title of Official	Annual Salary	Amount Surety Bond
Douglas Harms, City Administrator	\$ 83,000	\$ 250,000
William Bridges, Director of Public Safety	65,100	250,000
Denis Knock, Director of Public Works	64,365	250,000
Jeremy T. Craig, CPA, Director of Finance	47,000	250,000

MISCELLANEOUS STATISTICS
December 31, 1998

Date Incorporated	1934 Village 1954 Fourth Class City
Form of Government	Mayor-Council-City Administrator
Number of Employees	
Full Time	64
Part-time and seasonal	12
Area in square miles	4.24
Miles of Sidewalks	30
Miles of Streets	52
Number of Streets	210
Number of Streetlights	131
Community Centers:	
City Hall	1
Cremer Community Center	1
Parks	4
Park Acreage	72.3
Tennis Courts	6
Miles of Trails	2
Public Safety Department (Police/Fire/EMS)	
Number of Stations	1
Number of Officers	34
Average Number of Police Calls per month	856
Average Number of Fire Calls per month	28
Average Number of EMS Calls per month	36
Average number of physical arrests	42
Economic and Demographic	<u>Des Peres</u> <u>St. Louis County</u>
Population	8,591 993,529
Number of Households	2,740 380,110
Median Family Income	\$ 71,686 \$ 38,127
Per Capita Income	\$ 27,276 \$ 18,625
Median Home Value	\$ 177,600 \$ 83,500

MISCELLANEOUS STATISTICS

December 31, 1998

Major Employers Within the
City of Des Peres

1.	Edward D. Jones and Company	Investment Company	800
2.	Southwestern Bell Communications	Telecommunications	531
3.	Deaconess Hospital	Health Care	253
4.	Famous Barr	Department Store	350
5.	J. C. Penney	Department Store	263
6.	Schnucks Markets	Grocery Store	240
7.	Sam's Wholesale Club	Warehouse Store	233
8.	Wehrenberg Theaters	Entertainment	145

School Enrollment:

Fiscal Year	Total Enrollment Parkway	Total Enrollment Kirkwood
1989	22,570	5,041
1990	22,279	5,187
1991	22,397	5,263
1992	22,729	5,198
1993	22,584	5,145
1994	22,606	5,202
1995	22,139	5,138
1996	21,341	5,178
1998	20,700	5,061