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Financial Report, 2005

City of Green Park

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Hochschild, Bloom & Company LLP
Certified Public Accountants
Consultants and Advisors

**CITY OF GREEN PARK,
MISSOURI**

FINANCIAL REPORT
(Audited)

Year Ended December 31, 2005

CITY OF GREEN PARK, MISSOURI
FINANCIAL REPORT

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Hochschild, Bloom & Company LLP
Certified Public Accountants
Consultants and Advisors

INDEPENDENT AUDITORS' REPORT

February 1, 2006

Honorable Mayor and Board of Aldermen
CITY OF GREEN PARK, MISSOURI

We have audited the accompanying financial statements of the governmental activities and each major fund of the **CITY OF GREEN PARK, MISSOURI** (the City) as of and for the year ended December 31, 2005, which collectively comprise the City's financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

As described in Note A-3, the City prepares its financial statements on the modified cash basis, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the City as of December 31, 2005, and the respective changes in financial position for the year then ended, on the basis of accounting described in Note A-3.

The management's discussion and analysis and General Fund budgetary comparison information are not a required part of the financial statements but are supplementary information required by Governmental Accounting Standards Board. 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.

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Our audit was conducted for the purpose of forming opinions on the financial statements taken as a whole. The other supplemental information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

Hochschild, Bloom + Company LLP
CERTIFIED PUBLIC ACCOUNTANTS

**CITY OF GREEN PARK, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2005**

This discussion and analysis is intended to be an overview of the City of Green Park's (the City) financial activities for the fiscal year ended December 31, 2005. It should be read in conjunction with the City's financial statements (attached).

USING THE ANNUAL REPORT

The annual report consists of a series of financial statements. The Statement of Net Assets - Modified Cash Basis and the Statement of Activities - Modified Cash Basis provide information about the activities of the City as a whole. Fund financial statements report the City's operation in more detail than the government-wide statement by providing information about the City's General Fund. The remaining statement provides financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside the City government.

CONDENSED FINANCIAL STATEMENTS

A condensed version of the Statement of Net Assets - Modified Cash Basis compared to the prior year follows:

	<u>December 31</u>			<u>Percentage Change</u>
	<u>2005</u>	<u>2004</u>	<u>Change</u>	
ASSETS				
Current and other assets	\$3,269,527	2,562,042	707,485	28%
Capital assets	<u>899,368</u>	<u>602,224</u>	<u>297,144</u>	49
Total Assets	<u>4,168,895</u>	<u>3,164,266</u>	<u>1,004,629</u>	32
LIABILITIES				
	<u>356,613</u>	<u>192,773</u>	<u>163,840</u>	85
NET ASSETS				
Invested in capital assets	899,368	602,224	297,144	49
Restricted	533,461	479,477	53,984	11
Unrestricted	<u>2,379,453</u>	<u>1,889,792</u>	<u>489,661</u>	26
Total Net Assets	<u>\$3,812,282</u>	<u>2,971,493</u>	<u>840,789</u>	28

A condensed version of the Statement of Activities - Modified Cash Basis compared to the prior year follows:

**CITY OF GREEN PARK, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2005**

	<u>For The Years Ended December 31</u>			
	<u>2005</u>	<u>2004</u>	<u>Change</u>	<u>Percentage Change</u>
REVENUES				
Program revenues:				
Charges for services	\$ 75,334	44,249	31,085	70%
Operating grants and contributions	203,796	184,773	19,023	10
General revenues:				
Taxes:				
Sales	722,536	718,983	3,553	-
Gross receipts	353,095	301,834	51,261	17
Cigarette	9,496	9,839	(343)	3
Investment income	68,960	36,080	32,880	91
Miscellaneous	<u>2,750</u>	<u>427</u>	<u>2,323</u>	544
Total Revenues	<u>1,435,967</u>	<u>1,296,185</u>	<u>139,782</u>	11
EXPENSES				
Functions/programs expenses:				
Administration	248,127	225,216	22,911	10
Engineering	53,053	38,899	14,154	36
Police protection	212,025	205,160	6,865	3
Street maintenance	<u>81,973</u>	<u>104,974</u>	<u>(23,001)</u>	(22)
Total Expenses	<u>595,178</u>	<u>574,249</u>	<u>20,929</u>	4
CHANGE IN NET ASSETS	840,789	721,936	118,853	16
BEGINNING NET ASSETS	<u>2,971,493</u>	<u>2,249,557</u>	<u>721,936</u>	32
ENDING NET ASSETS	<u>\$3,812,282</u>	<u>2,971,493</u>	<u>840,789</u>	28

The City's property tax rates in 2005 remained at zero; the same as 2004. Sales taxes collected did not increase at rates similar to previous years' due to local and national economic conditions.

You can think of the City's net assets (the difference between assets and liabilities) as one way to measure the City's financial health or financial position. Over time, increases or decreases in the City's net assets are one indicator of whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors such as changes in the City's property tax base, the amount of snow during the winter season, etc., to assess the overall health of the City. The current year growth in net assets is attributed to revenue from a capital improvements sales tax.

The City has designated \$440,000 of fund balance for future contingencies. This amount of fund balance has been set aside on the internal records of the City and is included in unrestricted net assets of the Statement of Net Assets - Modified Cash Basis.

**CITY OF GREEN PARK, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2005**

BUDGETARY HIGHLIGHTS

The City amended the 2005 budget as the disbursements for the engineering services line item and postage line item slightly exceeded the amounts budgeted. This was due to the increase in development plans submitted to the City

General Fund expenditures were \$188,515 or 25% below budgeted expenditures of \$751,550. General Fund revenues were \$202,397 or 24% over the amount budgeted of \$850,300. Overall General Fund revenues are over the 2004 total of \$152,915.

Capital Projects Fund expenditures were \$80,713 or 20% below budgeted expenditures of \$410,000. Capital Projects Fund revenues were \$3,270 or 1% over the amount budgeted of \$380,000.

CAPITAL ASSETS

The City invested \$321,101 in capital assets during the year ended December 31, 2005. The balance of capital assets over the capitalization threshold, net of accumulated depreciation, were as follows:

	December 31	
	2005	2004
Capital assets net of depreciation:		
Office furniture and equipment	\$ 8,429	7,770
Leasehold improvements	8,518	8,033
Infrastructure	<u>882,421</u>	<u>586,421</u>
Total	<u>\$899,368</u>	<u>602,224</u>

Additional information on the City's capital assets can be found in Note C to the financial statements (starting on page 15 of this report).

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- ◆ The nation wide economic recession has impacted the City's operations to the extent that growth of General Fund tax revenue has slowed in comparison to prior years. Sales taxes total 52% of the City's revenue. The General Fund sales tax increased 5% from 2004. The Capital Projects Fund capital improvements sales tax decreased 3% from 2004.
- ◆ No growth is estimated for General Fund sales tax or capital improvements sales tax in 2006. Interest earnings on idle monies were more in 2005, earning an average of 2.4%. The City anticipates interest earnings to average 3.75% in 2006.
- ◆ The Capital Projects Fund expenditures for 2006 are projected to be \$525,000, which will include the replacement and maintenance of several City streets.
- ◆ The 2006 budget was prepared with property tax rates remaining at zero.
- ◆ Salaries were increased for eligible employees by 3% for 2005.

**CITY OF GREEN PARK, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2005**

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our residents and taxpayers with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have any questions about this report or need additional financial information, please contact the City Clerk's Office at 11100 Mueller Road, Suite 2, Green Park, MO 63123 or telephone, 314-894-7336.

CITY OF GREEN PARK, MISSOURI
STATEMENT OF NET ASSETS - MODIFIED CASH BASIS
DECEMBER 31, 2005

ASSETS

Cash and investments	\$2,947,645
Cash - restricted for escrows	318,682
Deposits	3,200
Capital assets, net of depreciation	<u>899,368</u>
Total Assets	<u>4,168,895</u>

LIABILITIES

Escrow deposits	318,682
Sewer lateral fees	<u>37,931</u>
Total Liabilities	<u>356,613</u>

NET ASSETS

Invested in capital assets	899,368
Restricted for:	
Protested taxes	1,263
Capital improvements	532,198
Unrestricted	<u>2,379,453</u>
Total Net Assets	<u>\$3,812,282</u>

CITY OF GREEN PARK, MISSOURI
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2005

FUNCTIONS/PROGRAMS	<u>Expenses</u>	Program Revenues		Net Revenues
		<u>Charges For Services</u>	<u>Operating Grants And Contributions</u>	(Expenses) And Changes In Net Assets
Governmental activities				
Administration	\$248,127	22,281	-	(225,846)
Engineering	53,053	53,053	-	-
Police protection	212,025	-	185,454	(26,571)
Street maintenance	<u>81,973</u>	<u>-</u>	<u>18,342</u>	<u>(63,631)</u>
Total Governmental Activities	<u>\$595,178</u>	<u>75,334</u>	<u>203,796</u>	<u>(316,048)</u>
General revenues				
Taxes:				
Sales				722,536
Gross receipts				353,095
Cigarette				9,496
Investment income				68,960
Miscellaneous				<u>2,750</u>
Total General Revenues				<u>1,156,837</u>
CHANGE IN NET ASSETS				840,789
NET ASSETS, JANUARY 1				<u>2,971,493</u>
NET ASSETS, DECEMBER 31				<u>\$3,812,282</u>

CITY OF GREEN PARK, MISSOURI
STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH
TRANSACTIONS - ALL GOVERNMENTAL FUNDS
DECEMBER 31, 2005

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Total</u>
ASSETS			
Cash and investments	\$2,415,447	532,198	2,947,645
Cash - restricted for escrows	318,682	-	318,682
Deposits	<u>3,200</u>	<u>-</u>	<u>3,200</u>
Total Assets	<u>\$2,737,329</u>	<u>532,198</u>	<u>3,269,527</u>
 LIABILITIES AND FUND BALANCES			
Liabilities			
Escrow deposits	\$ 318,682	-	318,682
Sewer lateral fees	<u>37,931</u>	<u>-</u>	<u>37,931</u>
Total Liabilities	<u>356,613</u>	<u>-</u>	<u>356,613</u>
 Fund Balances			
Designated for contingencies	440,000	-	440,000
Reserved for protested taxes	1,263	-	1,263
Unreserved:			
General Fund	1,939,453	-	1,939,453
Capital Projects Fund	<u>-</u>	<u>532,198</u>	<u>532,198</u>
Total Fund Balances	<u>2,380,716</u>	<u>532,198</u>	<u>2,912,914</u>
Total Liabilities And Fund Balances	<u>\$2,737,329</u>	<u>532,198</u>	

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.

899,368

Net Assets For Governmental Activities

\$3,812,282

CITY OF GREEN PARK, MISSOURI
STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID,
AND CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Total</u>
REVENUES			
Taxes	\$ 905,653	383,270	1,288,923
Licenses and permits	75,334	-	75,334
Other revenues	<u>71,710</u>	<u>-</u>	<u>71,710</u>
Total Revenues	<u>1,052,697</u>	<u>383,270</u>	<u>1,435,967</u>
EXPENDITURES			
Administration	249,271	-	249,271
Engineering	53,053	-	53,053
Police protection	212,025	-	212,025
Street maintenance	<u>48,686</u>	<u>329,287</u>	<u>377,973</u>
Total Expenditures	<u>563,035</u>	<u>329,287</u>	<u>892,322</u>
REVENUES OVER EXPENDITURES	489,662	53,983	543,645
FUND BALANCES, JANUARY 1	<u>1,891,054</u>	<u>478,215</u>	<u>2,369,269</u>
FUND BALANCES, DECEMBER 31	<u>\$2,380,716</u>	<u>532,198</u>	<u>2,912,914</u>

CITY OF GREEN PARK, MISSOURI
RECONCILIATION OF THE STATEMENT OF REVENUES COLLECTED,
EXPENDITURES PAID, AND CHANGES IN FUND BALANCES - ALL
GOVERNMENTAL FUNDS TO THE STATEMENT OF
ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2005

Amounts reported for governmental activities in the statement of activities
are different because:

Revenues over expenditures	\$543,645
----------------------------	-----------

Governmental funds report capital outlays as expenditures. However, in the state-
ment of activities, the cost of those assets is allocated over their estimated useful
lives and reported as depreciation expense. This is the amount of capital outlays
over the capitalization threshold \$321,101 exceeded depreciation (\$23,957) in
the current year.

297,144

Change In Net Assets Of Governmental Activities

\$840,789

CITY OF GREEN PARK, MISSOURI

NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The **CITY OF GREEN PARK, MISSOURI** (the City) was incorporated in 1995. The City operates under a Mayor-Board of Aldermen form of government and provides various services including legislative public safety (police only), streets, health and social services, public improvements, planning and zoning, and general administrative services. The more significant accounting policies consistently applied by the City in the preparation of the accompanying financial statements are summarized below:

1. Reporting Entity

In evaluating the City as a reporting entity, management has addressed all component units for which the City may or may not be financially accountable and, as such, be includable within the City's financial statements. In accordance with GASB Statement No. 14, the City (the primary government) is financially accountable if it appoints a voting majority of the organization's governing board and 1) it is able to impose its will on the organization or 2) there is a potential for the organization to provide specific financial benefit to or impose specific burden on the City. Additionally, the primary government is required to consider other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The City does not have any component units.

2. Fund Accounting

The government-wide financial statements (i.e., the statement of net assets - modified cash basis and the statement of activities - modified cash basis) report information on all of the activities of the City. The statement of activities - modified cash basis demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenue. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenue includes charges to those directly relating to the function or segment. Taxes and other items not included among program revenue are reported instead as general revenues.

The following major governmental funds are used by the City:

General Fund - The General Fund accounts for all activities except those required to be accounted for in another fund. Revenue in this fund are derived from taxes, fees, and other sources that usually are not designated for any specific purpose. The revenue is used for general ongoing government services such as police, public works, and administration.

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

CITY OF GREEN PARK, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Basis of Accounting

The accounts of the City are maintained using the modified cash basis of accounting. Under the cash basis of accounting, revenue and expenditures are recognized only when cash is received or paid.

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

4. Property Taxes

The City does not levy a tax on the assessed value of real and personal property located within the City.

5. Investments

Missouri state statutes authorize the City to invest in obligations of the U.S. Treasury and U.S. government agencies and securities of the State of Missouri and of local governments in Missouri with populations greater than 400,000. Deposits in financial institutions in excess of federally insured amounts must be collateralized by securities pledged to the City by those same institutions. The collateral is required to be held by the City or by the trust department of a financial institution other than the pledging bank. Investments are stated at cost.

6. Capital Assets

Capital assets, which include office furniture and equipment and infrastructure assets (e.g. roads), are reported in the governmental activities of the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$500 and an estimated useful life greater than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. The City has elected to report major general infrastructure assets prospectively from 2002.

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend the asset's life are not capitalized.

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

Assets	Years
Office furniture and equipment	5 - 7
Leasehold improvements	15
Infrastructure	10 - 40

CITY OF GREEN PARK, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Compensated Absences

Employees accrue vacation and sick pay during the year and vested amounts remain unpaid at December 31, 2005. The City records expenditures for compensated absences on the cash basis.

8. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the City.

NOTE B - CASH AND INVESTMENTS

1. Deposits

Custodial Credit Risk for deposits is the risk that in the event of a bank failure, the City's deposits may not be returned or the City will not be able to recover collateral securities in the possession of an outside party. The City's bank deposits are required by state law to be secured by the deposit of certain securities specified at RSMo 30.270 with the City or trustee institution. The value of the securities must amount to the total of the City's cash not insured by the Federal Deposit Insurance Corporation.

As of December 31, 2005, the carrying amount of the City's bank deposits amounted to \$3,266,536. The bank balance was covered by Federal Deposit Insurance in the amount of \$1,386,321 and \$1,859,728 was collateralized by securities held by the pledging financial institution or its agent but not in the City's name. The amount uninsured or uncollateralized amounted to \$20,487. Prior to the date of this report, the City obtained additional collateral for appropriate compliance.

2. Investments

As of December 31, 2005, the City had the following investments:

CITY OF GREEN PARK, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE B - CASH AND INVESTMENTS (Continued)

2. Investments (Continued)

<u>Investments</u>	<u>Fair Market Value</u>	<u>No Maturity</u>	<u>Less Than One Year</u>	<u>1 - 5 Years</u>	<u>6 - 10 Years</u>	<u>More Than 10 Years</u>	<u>Credit Risk</u>
Primary Government							
Certificates of deposit	\$2,630,333	-	2,250,530	379,803	-	-	N/A
Money market funds	<u>131,041</u>	<u>131,041</u>	-	-	-	-	N/A
Grand Total							
Investments	2,761,374	<u>131,041</u>	<u>2,250,530</u>	<u>379,803</u>	<u>-</u>	<u>-</u>	
Cash deposits	<u>504,953</u>						
 Total Cash And Investments	 <u>\$3,266,327</u>						

Investments Policies

Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City will minimize credit risk by pre-qualifying the financial institutions, brokers/dealers, intermediaries, and advisors with which the City will do business and diversifying the portfolio so that potential losses on individual securities will be minimized.

Interest Rate Risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The City will minimize interest rate risk by structuring the investment portfolio so the securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity.

Concentration of Credit Risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City does not have a written investment policy covering concentration of credit risk. More than 5% of the City's investments are in certificates of deposit.

NOTE C - CAPITAL ASSETS

Capital assets activity was as follows:

CITY OF GREEN PARK, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE C - CAPITAL ASSETS (Continued)

	For The Year Ended December 31, 2005			
	Balance			Balance
	December 31	Increase	Decrease	December 31
	2004			2005
Capital assets being depreciated:				
Office furniture and equipment	\$ 18,569	3,155	1,500	20,224
Leasehold improvements	8,310	1,075	-	9,385
Infrastructure	<u>604,191</u>	<u>316,871</u>	<u>-</u>	<u>921,062</u>
Total Capital Assets Being Depreciated	<u>631,070</u>	<u>321,101</u>	<u>1,500</u>	<u>950,671</u>
Less - Accumulated depreciation for:				
Office furniture and equipment	10,799	2,496	1,500	11,795
Leasehold improvements	277	590	-	867
Infrastructure	<u>17,770</u>	<u>20,871</u>	<u>-</u>	<u>38,641</u>
Total Accumulated Depreciation	<u>28,846</u>	<u>23,957</u>	<u>1,500</u>	<u>51,303</u>
Governmental Activities Capital Assets, Net	<u>\$602,224</u>	<u>297,144</u>	<u>-</u>	<u>899,368</u>

Depreciation expense was charged to functions/programs of the City as follows:

	For The Year Ended December 31 2005
Governmental activities:	
Administration	\$ 3,086
Street maintenance	<u>20,871</u>
	<u>\$23,957</u>

NOTE D - OPERATING LEASE

The City is obligated under a cancelable real estate lease for building and office facilities through October 31, 2006. It is accounted for as an operating lease. Total costs under real estate leases were \$40,100 for the year ended December 31, 2005.

NOTE E - DEFERRED COMPENSATION PLAN

The City offers its employees a deferred compensation plan through the Equitable Equivest Unit Annuity Collections, created in accordance with Internal Revenue Code Section 457. The plan was estab-

CITY OF GREEN PARK, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE E - DEFERRED COMPENSATION PLAN (Continued)

lished by an ordinance of the City Board of Aldermen through a plan dated July 2003. The plan, available to all City employees, permits them to defer a portion of their salary until future years. Pursuant to the plan's provisions, the City is obligated to match contributions equal to 3% of each active eligible participant's deferral. City's contributions paid to the plan amounted to \$1,272 for the year ended December 31, 2005.

NOTE F - COMMITMENTS AND CONTINGENCIES

The City contracted the St. Louis County Police Department to provide services. Payments for services for the year ended December 31, 2005 amounted to \$212,025. The current contract will expire May 31, 2006. This amount can be adjusted when both parties agree that special circumstances arise which require additional related costs.

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

REQUIRED SUPPLEMENTAL INFORMATION SECTION

CITY OF GREEN PARK, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION -
GENERAL FUND - SCHEDULE OF REVENUES COLLECTED -
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2005
WITH COMPARABLE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2004

	<u>2005</u>			
	<u>Budgeted</u>		<u>Over</u>	
	<u>Amounts</u>		<u>(Under)</u>	
	<u>Original</u>		<u>Budget</u>	<u>2004</u>
	<u>And Final</u>	<u>Actual</u>		<u>Actual</u>
REVENUES				
General revenues:				
Taxes:				
Cigarette	\$ 10,000	9,496	(504)	9,839
Cable and utility	281,000	353,095	72,095	301,834
Gasoline	74,000	77,280	3,280	77,524
Motor vehicle fee increase	13,000	14,124	1,124	13,959
Motor vehicle sales tax	19,000	18,851	(149)	19,472
Road and bridge	73,000	93,541	20,541	73,818
Sales	<u>310,000</u>	<u>339,266</u>	<u>29,266</u>	<u>322,580</u>
Total Taxes	<u>780,000</u>	<u>905,653</u>	<u>125,653</u>	<u>819,026</u>
Other revenues:				
Investment income	35,000	68,960	33,960	36,080
Miscellaneous	<u>500</u>	<u>2,750</u>	<u>2,250</u>	<u>427</u>
Total Other Revenues	<u>35,500</u>	<u>71,710</u>	<u>36,210</u>	<u>36,507</u>
Total General Revenues	815,500	977,363	161,863	855,533
Program revenues:				
Licenses and permits	<u>34,800</u>	<u>75,334</u>	<u>40,534</u>	<u>44,249</u>
	<u>\$850,300</u>	<u>1,052,697</u>	<u>202,397</u>	<u>899,782</u>

CITY OF GREEN PARK, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION -
GENERAL FUND - SCHEDULE OF EXPENDITURES PAID -
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2005
WITH COMPARABLE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2004

	<u>2005</u>				
	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Over (Under) Budget</u>	<u>2004 Actual</u>
	<u>Original</u>	<u>Final</u>			
EXPENDITURES					
Administration:					
Salaries	\$ 97,000	97,000	92,925	(4,075)	91,446
Capital outlay	5,000	5,000	4,384	(616)	16,934
Dues and subscriptions	2,500	2,500	2,512	12	2,046
Election fees	2,000	2,000	1,143	(857)	763
Employee training	1,750	1,750	1,395	(355)	-
Health	1,600	1,600	863	(737)	1,346
Insurance	11,000	11,000	10,279	(721)	9,523
Legal notices and publications	5,000	5,000	4,496	(504)	3,312
Licenses and permits	1,000	1,000	1,054	54	356
Maintenance and repairs	2,500	2,500	2,604	104	5,519
Miscellaneous	700	700	596	(104)	516
Newsletters and delivery	2,200	2,200	1,634	(566)	1,814
Office	7,500	7,500	5,865	(1,635)	6,774
Outside labor	3,000	3,000	1,823	(1,177)	1,806
Payroll taxes	8,000	8,000	7,618	(382)	7,437
Postage	1,000	1,200	1,066	(134)	713
Professional fees	76,350	76,350	62,788	(13,562)	53,440
Public relations	3,000	3,000	1,027	(1,973)	265
Rent	40,100	40,100	40,100	-	27,868
Telephone	3,200	3,200	2,633	(567)	3,129
Utilities	<u>4,950</u>	<u>4,950</u>	<u>2,466</u>	<u>(2,484)</u>	<u>3,246</u>
Total Administration	279,350	279,550	249,271	(30,279)	238,253
Engineering:					
Engineering fees	45,000	55,000	53,053	(1,947)	38,899
Police protection	217,000	217,000	212,025	(4,975)	205,160
Street maintenance	<u>200,000</u>	<u>200,000</u>	<u>48,686</u>	<u>(151,314)</u>	<u>70,980</u>
	<u>\$741,350</u>	<u>751,550</u>	<u>563,035</u>	<u>(188,515)</u>	<u>553,292</u>

**CITY OF GREEN PARK, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION -
NOTES TO SCHEDULE OF REVENUES COLLECTED AND
EXPENDITURES PAID - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2005**

Budgetary Data

The City follows these procedures in establishing the budgetary data:

- a. The proposed budget is submitted to the Board of Aldermen. The operating budget includes proposed expenditures and means of financing them, not to exceed the total revenues plus any unreserved balance at the end of such year.
- b. The budget must be adopted by the Board of Aldermen.
- c. Budget amendments must be approved by the Board of Aldermen.
- d. All annual appropriations lapse at year-end.

OTHER SUPPLEMENTAL INFORMATION SECTION

CITY OF GREEN PARK, MISSOURI
OTHER SUPPLEMENTAL INFORMATION -
CAPITAL PROJECTS FUND - SCHEDULE OF REVENUES COLLECTED AND
EXPENDITURES PAID - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2005
WITH COMPARABLE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2004

	<u>2005</u>			
	<u>Original And Final Budgeted Amounts</u>	<u>Actual</u>	<u>Over (Under) Budget</u>	<u>2004 Actual</u>
REVENUES				
Taxes	\$380,000	383,270	3,270	396,403
EXPENDITURES				
Contracted service:				
Street maintenance	<u>410,000</u>	<u>329,287</u>	(80,713)	<u>423,712</u>
REVENUES OVER (UNDER)				
EXPENDITURES	(\$ <u>30,000</u>)	<u>53,983</u>	<u>83,983</u>	<u>(27,309)</u>