

**The City of
Des Peres, Missouri**

Comprehensive Annual Financial Report

Fiscal Year Ending, December 31, 2014

Richard G. Lahr, Mayor
Douglas J. Harms, City Administrator
Tracy E. Hansen, CPA, Director of Finance

*Photo: Historic Bake House located
in Des Peres Park, once used by the
Lutheran Orphan Home*

CITY OF DES PERES, MISSOURI
COMPREHENSIVE ANNUAL
FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2014

*Report prepared and submitted by the
Department of Finance*

*Tracy E. Hansen, CPA
Director of Finance*

Contents

| | Page |
|--|-------------|
| Part I - Introductory Section: | |
| Letter of Transmittal | i - vi |
| City Officials..... | vii |
| Ward Map | viii |
| Organizational Chart..... | ix |
| Certificate of Achievement for Excellence In Financial Reporting | x |
| Part II - Financial Section: | |
| Independent Auditors' Report | 1 - 3 |
| Management's Discussion and Analysis | 4 - 15 |
| Basic Financial Statements | |
| Government-Wide Financial Statements: | |
| Statement of Net Position | 16 |
| Statement of Activities..... | 17 |
| Fund Financial Statements: | |
| Balance Sheet - Governmental Funds..... | 18 |
| Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position | 19 |
| Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds..... | 20 |
| Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities | 21 |
| Statement of Fiduciary Net Position - Agency Fund..... | 22 |
| Notes to Basic Financial Statements..... | 23-42 |
| Required Supplementary Information | |
| Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund | 43-45 |
| Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Special Revenue - Special Allocation Fund - West County Center Fund | 46 |
| Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Special Revenue - Park Fund | 47 |
| Notes to Budgetary Comparison Information..... | 48 |
| Schedule of Funding Progress - Other Post Employment Benefit Plan | 49 |

| | Page |
|--|-------------|
| Supplementary Information - Combining and Individual Fund Financial Statements and Schedules | |
| Combining Balance Sheet - Nonmajor Governmental Funds..... | 50 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Nonmajor Governmental Funds..... | 51 |
| Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Special Revenue - Sewer Lateral Fund..... | 52 |
| Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Special Revenue - Fire Sales Tax Fund..... | 53 |
| Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Debt Service Fund..... | 54 |
| Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Capital Projects - Capital Improvements Fund..... | 55 |
| Statement of Changes in Assets and Liabilities - Agency Fund - Municipal Partners For Inclusive Recreation..... | 56 |
| Part III - Statistical Section: | |
| Net Position by Component..... | 57 |
| Changes in Net Position..... | 58 |
| Fund Balances, Governmental Funds..... | 59 |
| Changes in Fund Balances, Governmental Funds..... | 60 |
| Assessed Value and Actual Value of Taxable Property..... | 61 |
| Direct and Overlapping Property Tax Rates..... | 62 |
| Principal Property Tax Payers..... | 63 |
| Sales Tax Collected..... | 64 |
| Ratios of Outstanding Debt by Type..... | 65 |
| Ratios of General Bonded Debt Outstanding..... | 66 |
| Direct and Overlapping Governmental Activities Debt..... | 67 |
| Legal Debt Margin Information..... | 68 |
| Pledged Revenue Coverage..... | 69 |
| Demographic and Economic Statistics..... | 70 |
| Principal Employers..... | 71 |
| Full-Time Equivalent City Employees by Function/Program..... | 72 |
| Operating Indicators by Function/Program..... | 73 |
| Capital Asset Statistics by Function/Program..... | 74 |

Introductory Section

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**City of Des Peres
Missouri**

April 13, 2015

The Honorable Mayor Richard Lahr,
Members of the Board of Aldermen, and the
Citizens of the City of Des Peres, Missouri

We hereby transmit the comprehensive annual financial report of the City of Des Peres, Missouri (City), as of December 31, 2014, and for the year then ended. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the governmental activities, each major fund and the remaining fund information of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

Management of the City is 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 (GAAP). 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: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

In addition, state statutes require an annual audit by independent certified public accountants. The accounting firm of Schowalter & Jabouri, P.C. was retained by the City. The independent auditors' report on the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information is included in the financial section of this report.

GAAP require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of Des Peres' MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE GOVERNMENT

The City of Des Peres, incorporated in 1934, is located in St. Louis County, Missouri and is located approximately 7 miles to the west of the City of St. Louis. The City is a high-end residential community of approximately 3,150 single-family homes and an estimated population of 8,373. The City enjoys a high concentration of commercial development concentrated at the intersection of two major thoroughfares – Manchester Road (State Route 100) and Interstate 270.

Des Peres is a 4th Class City incorporated under Chapter 79 of the Revised Statutes of the State of Missouri and operates under the Mayor-Board of Aldermen-City Administrator form of government.

The Mayor is elected at large and serves a two-year term. He is presiding officer of the Board of Aldermen, may vote in the event of a tie and has veto power over legislation.

The legislative body of the City is the Board of Aldermen, which is comprised of six (6) aldermen. Two aldermen are elected from each of the City's 3 wards and serve two-year terms. One alderman is elected by the Board to serve as Board President to act on the Mayor's behalf during his absence.

A City Administrator is appointed by the Board of Aldermen with the approval of the Mayor. The City Administrator is the chief assistant to the Mayor and is responsible for the day to day management of the City's business and staff. The City Administrator is also responsible for the employment and discharge of City employees under policies established by the Board of Aldermen.

The City has several advisory boards and commissions composed of citizens appointed by the Mayor with the advice and consent of the Board of Aldermen. The advisory boards and commissions include the Audit and Finance Committee, Parks and Recreation Commission and Public Safety Commission. In addition, the Mayor, with the advice and consent of the Board of Aldermen, appoints citizens to other boards and commissions, which have responsibility for governmental functions relating to zoning and building codes. These boards and commissions are the Planning and Zoning Commission and the Board of Adjustment. The City also appoints the members of the Manchester-Ballas Community Improvement District Board.

The City provides core municipal services other than public utilities which are provided in the region by private entities. The City provides police, fire and emergency medical services through our Department of Public Safety; Public Works is responsible for all solid waste collection, building and code enforcement, planning and zoning, streets and bridges and all City-sponsored construction projects; Parks and Recreation is responsible for maintenance of all public buildings, all parks and The Lodge; and General Government Services are provided through the Departments of Administration, Courts and Finance. The City has approximately 98 full-time employees and a large contingent of part-time and seasonal employees working primarily in the area of Parks and Recreation.

Des Peres is a City known for its outstanding parks and recreation facilities and programs. The City has approximately ninety-six (96) acres of active recreational use provided in six (6) parks. The flagship of the park system is the 45 acre Des Peres Park which includes lighted tennis facilities, unlighted multi-purpose ball fields, a two-acre lake with a fishing dock, gazebo, two (2) playgrounds, pavilion and other picnic facilities and is home to the Des Peres Government Center. The City, in partnership with the

Missouri Department of Conservation, controls two (2) additional sites totaling twenty-three (23) acres under the Urban Wildacres Program for future use as preservation areas. In addition, the City has been recognized for thirty-one (31) years by the Missouri Department of Conservation with its Tree City USA designation for its commitment to urban forestry.

Des Peres is home to *The Lodge Des Peres*, a 76,000 square foot community center at 1050 Des Peres Road which opened in 2003. The facility features a gymnasium with an elevated 1/8 mile track, a 6,000 square foot fitness center with cardio theater, steam room and sauna, large whirlpool, swim out slide and a zero depth indoor wave pool – the first located in the Midwest. The facility also offers to the community, high-end meeting and banquet rooms, a large lobby for community gathering and networking, and classrooms for recreational programming. The outdoor components opened Memorial Day 2004 and include a lazy river, two slides, cool spa and zero entry splash and wave pool. In addition, the outdoor facility features a spray garden for young and old alike. Community reaction to the facility has been overwhelmingly positive. Operations of The Lodge have consistently resulted in a cost recovery approaching 95% of operating costs through memberships and fees.

The annual budget serves as the foundation for the City of Des Peres' financial planning and control. The budget is prepared by fund and department, for all governmental funds of the City. After a proposed budget is prepared, it is submitted to the Board of Aldermen for review. The Board of Aldermen may revise, alter, increase or decrease the items contained in the proposed budget, provided that total authorized expenditures from any fund do not exceed the estimated revenues to be received plus any unencumbered fund balance or less any deficit estimated for the beginning of the budget year. Following public hearings on the proposed budget, the annual operating budgets are approved through the adoption of the budget resolution by the affirmative vote of a majority of the members of the Board of Aldermen and approval by the Mayor.

LOCAL ECONOMY

The City enjoys a strong commercial tax base anchored by West County Mall, a 1.2 million square foot regional shopping center featuring four (4) anchor stores – Macy's, Nordstrom, JC Penney and Dick's Sporting Goods. The redevelopment of West County was completed in 2002 and was made possible through the creation of a Tax Increment Financing District (Manchester-Ballas Redevelopment Area) on January 1, 1997. The importance of this project to the overall economy of the St. Louis region cannot be overstated. The redevelopment of the shopping center, together with existing authority to levy local option sales taxes at a rate up to 2.5%, has well-positioned the City financially for years to come.

In December 2007, the City, in cooperation with the owners of West County Center, created a Community Improvement District involving a portion of the shopping center for purposes of acquisition of a vacant anchor store (Lord & Taylor) and its redevelopment into a restaurant village. The CID subsequently adopted a 1.0% sales tax to finance \$10.5 million in redevelopment costs.

In addition to the regional mall, the City is fortunate to enjoy a concentration of other commercial centers to provide additional local retail and service opportunities at other strip malls located within the community including Colonnade Center, Des Peres Commons, Des Peres Pointe, Des Peres Square, Olympic Oaks Village, Sam's, and Schnuck's Center.

This large concentration of retail space has enabled the City to provide a high level of municipal services with a low residential tax burden. Due to these factors, over the past 20 years, the City has been able to voluntarily roll back the property tax in the City to \$0.00 without cutting any City services.

Commercial office represents a large component of the local economy. Des Peres enjoys nearly 1.5 million square feet of office space within the City limits and an additional 1 million square feet immediately adjoining the City at Manchester Road and I-270. Des Peres is home to the corporate headquarters for Edward Jones, a large investment banking company. The corporate headquarters for Charter Communication immediately adjoins the City. AT&T has a strong presence in the community including three (3) major office complexes housing a customer service center, AT&T Wireless and SBC Publications. This strong office presence provides a synergy of activity that complements the retail and high-end residential needs of the City.

The St. Louis region continues to be a highly competitive retail market. The opening of the regions 2nd Nordstrom store in 2011 continues to negatively impact sales at the Nordstrom location at West County Center. Additionally, the opening of two outlet malls in the region in the fall of 2013 are expected to have an impact on sales at West County Center. In response, the City anticipates the owners of West County Center will engage in additional marketing focused on West County Center.

LONG-TERM FINANCIAL PLANNING

Unassigned fund balance in the general fund was 58.24% of total general fund revenues for 2014. Maintaining a reasonable fund reserve in all funds protects the City, the residents of Des Peres and employees against fluctuations in revenues and unforeseen expenditures that might otherwise require drastic short term solutions involving either temporary tax increases, reductions in force or reduction in service levels.

The City maintains a Special Allocation Fund for purposes of accounting for the Tax Increment Financing District (Manchester-Ballas Redevelopment Area). The balance of TIF obligations were fully retired in 2013 – seven (7) years ahead of the initial schedule. The TIF District is in the process of completing a monument at the corner of N. Ballas and Manchester Road to mark the success of the TIF project. It is scheduled for completion in 2015, at which time the Special Allocation Fund will close and all funds will be distributed to the other taxing jurisdictions according to the provisions of the Redevelopment Agreement.

RELEVANT FINANCIAL POLICIES

Debt Management

The City has established a separate Debt Service Fund for purposes of management of all outstanding long-term debt. While the issuance of General Obligation (GO) debt allows for repayment from a dedicated property tax, the City has opted to forego such a tax since 1994 and to retire debt from sales tax revenues.

Current bonds outstanding as of December 31, 2014 include \$7,160,000 in Series 2010 and Series 2013 General Obligations Bonds and \$1,025,000 in Series 2009 COPS. Bond obligations are not financed from a dedicated property tax. A transfer of a portion of the Capital Improvement Sales Tax and the Park Sales Tax proceeds are dedicated to make the annual debt service obligations for the retirement of the outstanding bonds.

MAJOR INITIATIVES

During the course of the 2014 Fiscal Year, the City undertook a number of major initiatives and projects that will have an impact on future City finances including:

- For the 20th consecutive year, the City rolled back its property tax used for general operations to zero as a way to preserve the legal authority under Missouri Law to re-impose that tax without a vote. This effectively gives the City a readily available revenue source which can generate \$890,000 in revenue in an emergency.
- Given that sales tax represents nearly 60% of total revenue to the City and that sales tax generation is concentrated in a single location (West County Center), the City has chosen to insure its sales tax revenues. Under the policy, the City will receive 100% of the prior year's sales tax revenues less a \$10,000 deductible if the City were to lose revenue as a result of a fire, natural disaster or terrorism. The deductible is \$100,000 if the loss was a result of an earthquake.
- The City entered into a Performance Agreement for Comfort with Trane (PACT) for a Guaranteed Energy Savings Contract. This energy project will bring each of our four municipal buildings up to 2015 energy standards with improvements to building insulation, pressurization and envelopes, implementation of web-based computerized energy control systems, installation of programmable thermostats, HVAC, Chiller and Pool Pak modifications and/or replacements, city-wide interior and exterior energy efficient lighting and lighting sensor technology enhancements and installation of energy efficient windows at City Hall. See Note 10 for further details of this worthwhile project.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officer Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Des Peres for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2013. This was the 19th consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City had to publish an easily readable and efficiently organized CAFR that satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated service of the entire staff of the Finance department. Each member of the department and all City employees who supplied information have our sincere appreciation for the contributions made in preparation of this report. Credit also must be given to the Mayor and Board of Aldermen for their unfailing support for maintaining the highest standards of professionalism in the management of the City of Des Peres' finances.

The City also received the GFOA Award for Outstanding Achievement in Popular Annual Financial Reporting (PAFR) for the fiscal year ended December 31, 2013 and GFOA Distinguished Budget Presentation Award for the fiscal year beginning January 1, 2014. This was the first year the City received each of these notable awards.

Respectfully submitted,



Douglas J. Harms
City Administrator



Tracy E. Hansen, CPA
Director of Finance

CITY OF DES PERES, MISSOURI

CITY OFFICIALS

Elected Officials:

| | Title | First Elected | Current Term Ends |
|------------------|------------------|----------------------|--------------------------|
| Rick Lahr | Mayor | 2000 | April 2016 |
| Jim Kleinschmidt | Alderman, Ward 2 | 1995 | April 2015 |
| Kathleen Gmelich | Alderman, Ward 1 | 1997 | April 2015 |
| Paul Raczkiewicz | Alderman, Ward 2 | 2000 | April 2016 |
| John Pound | Alderman, Ward 1 | 2002 | April 2016 |
| Mark Becker | Alderman, Ward 3 | 2012 | April 2016 |
| Sean Concagh | Alderman, Ward 3 | 2013 | April 2015 |

Appointed Officials:

| | Title | Appointed |
|------------------|----------------------------------|------------------|
| Douglas J. Harms | Administrator | 1985 |
| Jennifer Gray | Assistant to the Administrator | 2012 |
| Amanda Foster | City Clerk | 2013 |
| Tracy E. Hansen | Director of Finance | 2010 |
| Keith Krumm | Director of Public Safety | 2009 |
| Steve Meyer | Director of Public Works | 2014 |
| Brian Schaffer | Director of Parks and Recreation | 2012 |

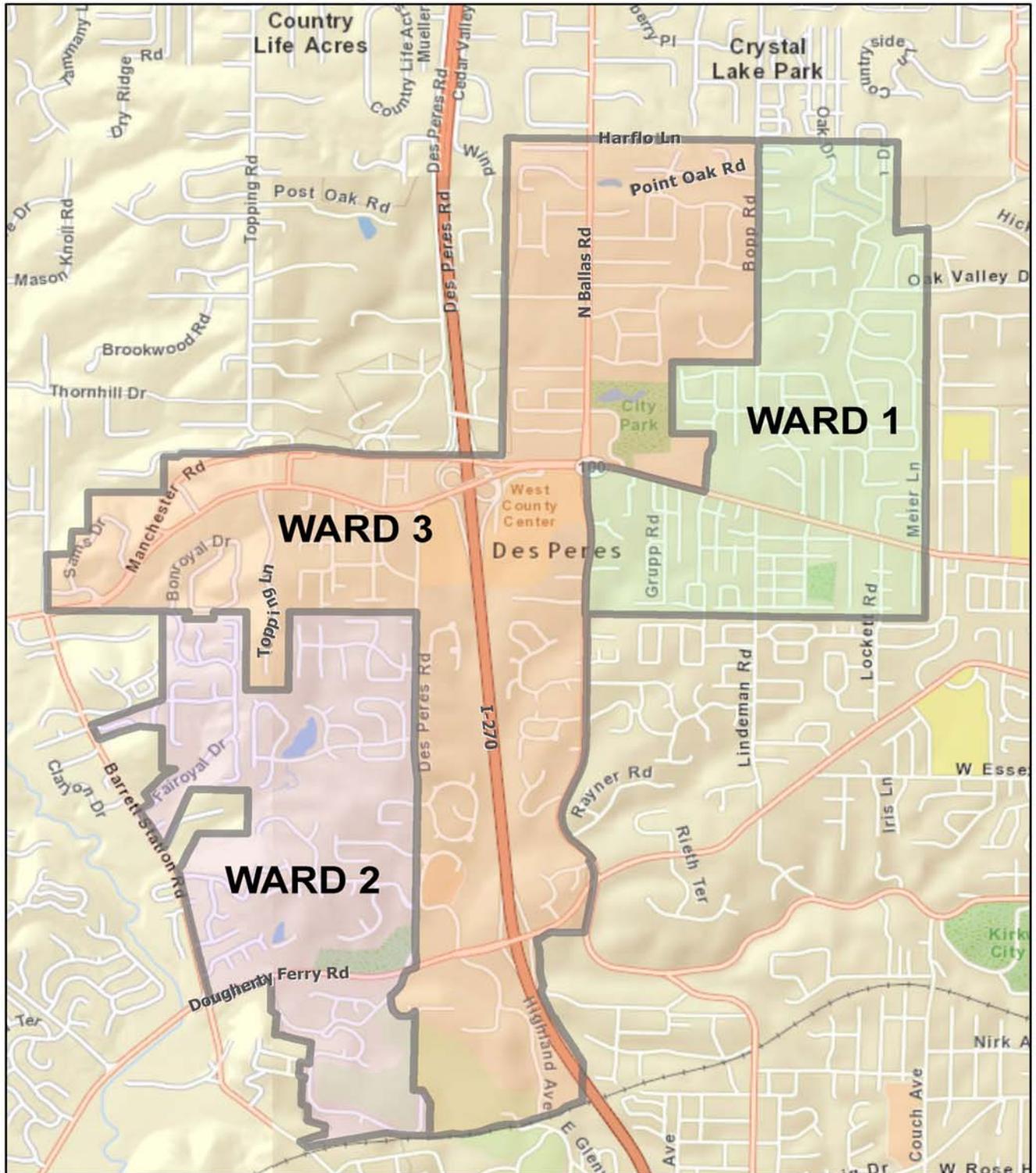
Audit and Finance Committee:

| | Ward | Current Term Ends |
|----------------|-------------|--------------------------|
| Randy Atkisson | 2 | 2015 |
| Judy Mundle | 2 | 2015 |
| Michael Hauser | 1 | 2016 |
| Mark Hamilton | 3 | 2016 |
| Vacant | | |
| Vacant | | |

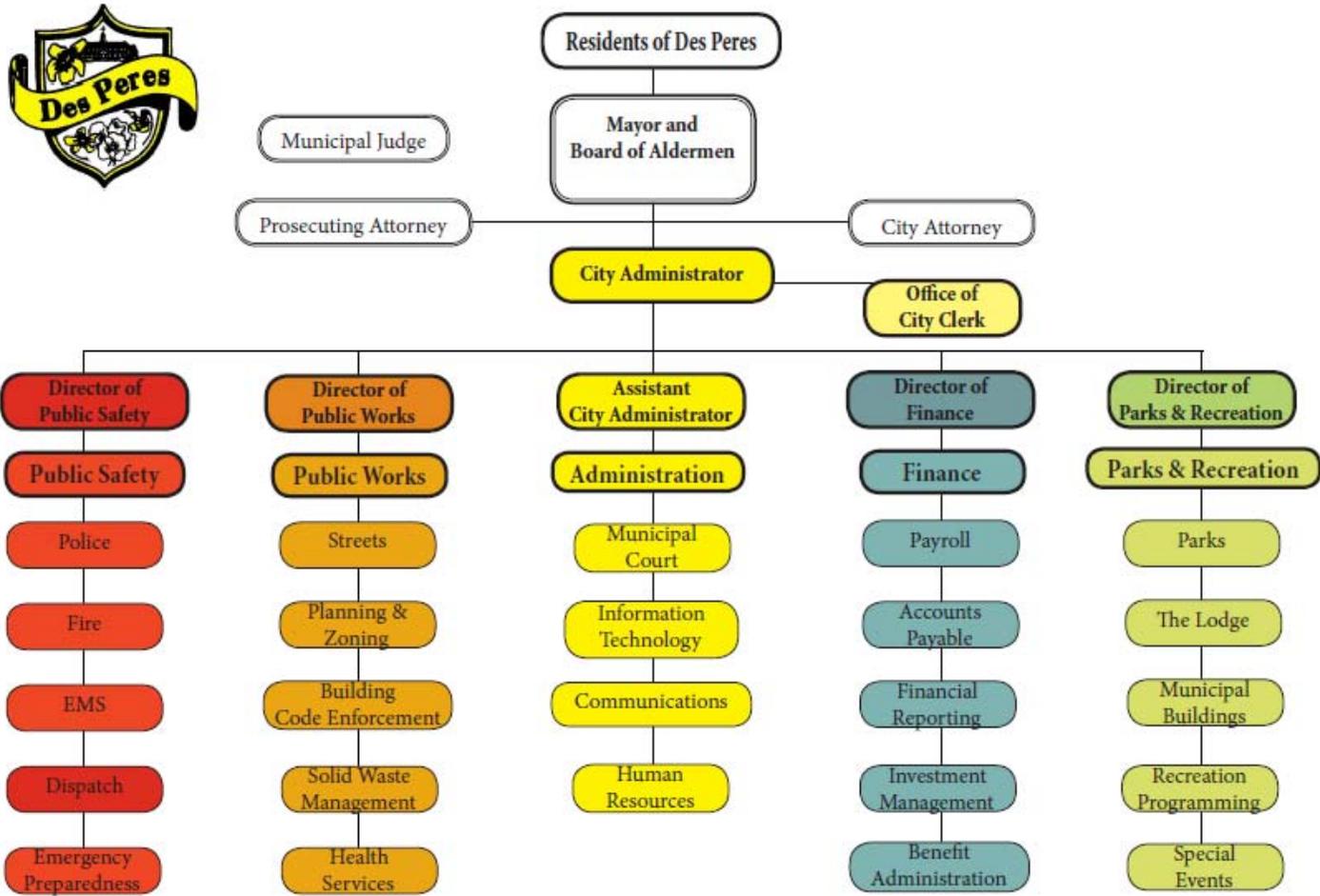
CITY OF DES PERES WARDS

These maps are for general informational purposes and the City of Des Peres makes no representations or warranties about the accuracy of the information contained herein and assumes no responsibility for the information contained on these maps. The information set forth on these maps are public information that is being made available to the public in this format as a convenience to the public. Users noting errors or omissions are encouraged to contact the City of Des Peres, MO Administration.

KIRKWOOD G.I.S. DIVISION | 2012 JAN



ORGANIZATIONAL CHART





Government Finance Officers Association

**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, 2013

Executive Director/CEO

Financial Section

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SCHOWALTER & JABOURI, P.C.

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Independent Auditors' Report

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of City of Des Peres, Missouri (the "City"), as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit of obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

MEMBERS

AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS • MISSOURI SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS
AICPA GOVERNMENTAL AUDIT QUALITY CENTER • AICPA EMPLOYEE BENEFIT PLAN AUDIT QUALITY CENTER

"SCHOWALTER & JABOURI, P.C. IS A MEMBER OF NEXIA INTERNATIONAL, A WORLDWIDE NETWORK OF INDEPENDENT ACCOUNTING AND CONSULTING FIRMS"

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Des Peres, Missouri, as of December 31, 2014, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 15 and the budgetary comparison information, related notes and schedule of funding progress on pages 43 through 49 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison information, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the budgetary comparison information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 13, 2015 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.


SCHOWALTER & JABOURI, P.C.

St. Louis, Missouri
April 13, 2015

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CITY OF DES PERES, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Des Peres, Missouri (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the year ended December 31, 2014. We encourage readers to use this document in conjunction with the transmittal letter in the Introductory Section of this report and with the City's financial statements that follow this section.

FINANCIAL HIGHLIGHTS

- On a government-wide basis, the assets and deferred outflows of resources of the City exceeded its liabilities (Net Position) at the end of the current year by \$52,312,493. The City has unrestricted net position totaling \$12,895,779.
- The City's total net position increased by \$5,009,680. This is a 9.14% increase over the prior year increase in net position.
- At the close of the current year, the City's governmental funds reported combined ending fund balances of \$18,087,347, an increase of \$507,933 in comparison with the prior year. Approximately 31.59% of this total or \$5,714,042 is available for spending at the City's discretion.
- At the end of the current year, unassigned fund balance for the general fund was \$5,714,042 or 55.73% of total general fund expenditures.
- The City of Des Peres' total debt decreased by \$1,530,000 or 15.75 % during 2014.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

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

The *statement of net position* presents information on all of the City's assets, deferred outflows of resources, and liabilities, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City of Des Peres is improving or deteriorating.

CITY OF DES PERES, MISSOURI

Management's Discussion and Analysis (Continued)

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

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, public safety, public works, streets, parks and recreation and health. The City does not have any business-type activities.

The government-wide financial statements can be found on pages 16-17 of this report.

FUND FINANCIAL STATEMENTS

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City are governmental funds. In addition, the City is the fiscal agent for Municipal Partners for Inclusive Recreation (MPIR) which is reported as a Fiduciary – Agency Fund.

GOVERNMENTAL FUNDS

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of expendable resources*, as well as on *balances of expendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The City maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Special Allocation-West County Center Fund, Park Fund, Capital Improvements Fund and Debt Service Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation called "other governmental funds." Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* in the other supplementary information section in this report.

CITY OF DES PERES, MISSOURI

Management's Discussion and Analysis (Continued)

The City adopts an annual appropriated budget for all its governmental funds. Budgetary comparison statements have been provided for all funds to demonstrate legal compliance with the respective adopted budget.

The governmental fund financial statements can be found on pages 18-22 of this report.

NOTES TO BASIC FINANCIAL STATEMENTS

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to basic financial statements can be found on pages 23-42 of this report.

REQUIRED SUPPLEMENTARY INFORMATION

In addition to the basic financial statements and accompanying notes, certain required supplementary information can be found on pages 43-49 of this report.

OTHER SUPPLEMENTARY INFORMATION

The combining and individual fund statements, referred to earlier in connection with non-major governmental funds, are presented immediately following the required supplementary information. Combining and individual fund statements can be found on pages 50-56 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances as discussed in the following analysis of net position and changes in net position.

As noted earlier, net position may serve, over time, to be a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded its liabilities (net position) at the end of the current fiscal year, for a total of \$52,312,493.

The largest portion of the City's net position reflects its investment in capital assets (e.g. land, buildings, machinery and equipment and infrastructure); less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

CITY OF DES PERES, MISSOURI

Management's Discussion and Analysis (Continued)

**City of Des Peres' Net Position
Governmental Activities**

| | December 31, | |
|---|----------------------|----------------------|
| | 2014 | 2013 |
| Assets | | |
| Current and other assets | \$ 20,043,624 | \$ 19,394,100 |
| Capital assets, net | 42,689,703 | 39,838,159 |
| Total assets | 62,733,327 | 59,232,259 |
| | | |
| Deferred Outflows of Resources | | |
| Deferred charge on refunding | 492,847 | 566,173 |
| Total deferred outflows of resources | 492,847 | 566,173 |
| | | |
| Liabilities | | |
| Long-term liabilities | 8,882,159 | 10,594,312 |
| Other liabilities | 2,031,522 | 1,901,307 |
| Total liabilities | 10,913,681 | 12,495,619 |
| | | |
| Net Position | | |
| Net investment in capital assets | 34,518,469 | 30,084,309 |
| Restricted | 4,898,245 | 5,289,331 |
| Unrestricted | 12,895,779 | 11,929,173 |
| Total net position | \$ 52,312,493 | \$ 47,302,813 |

An additional portion of the City's net position represents resources that are subject to external restrictions on how they may be used. *Unrestricted net position* is \$12,895,779. At the end of the current fiscal year, the City is able to report positive balances in three categories of net position, for the government as a whole.

CITY OF DES PERES, MISSOURI

Management's Discussion and Analysis (Continued)

Governmental Activities

Governmental activities increased the City of Des Peres' net position by \$5,009,680. Key elements of this are as follows:

| City of Des Peres' Changes in Net Position | | |
|---|----------------------|----------------------|
| Governmental Activities | | |
| For the | | |
| Years Ended December 31, | | |
| | 2014 | 2013 |
| Revenues | | |
| Program revenues: | | |
| Charges for services | \$ 5,342,935 | \$ 5,521,221 |
| Operating grants and contributions | 768,239 | 765,530 |
| Capital grants and contributions | 433,851 | 123,955 |
| General revenues: | | |
| Taxes | 13,915,548 | 13,686,789 |
| Investment income | 58,005 | 50,054 |
| Miscellaneous | 386,187 | 176,002 |
| Total Revenues | 20,904,765 | 20,323,551 |
| Expenses | | |
| General government | 1,891,775 | 1,713,251 |
| Public safety | 6,158,847 | 5,929,463 |
| Public works | 452,595 | 502,917 |
| Streets | 1,164,129 | 1,388,533 |
| Parks and recreation | 5,259,585 | 5,193,756 |
| Health | 736,317 | 710,076 |
| Interest on long-term debt | 231,837 | 295,370 |
| Total Expenses | 15,895,085 | 15,733,366 |
| Changes in net position | 5,009,680 | 4,590,185 |
| Net Position – Beginning Of Year | 47,302,813 | 42,712,628 |
| Net Position – End Of Year | \$ 52,312,493 | \$ 47,302,813 |

Net position increased by \$5,009,680 which is over the increase in the prior year. That net increase is substantially due to retirement of outstanding debt in the amount of \$1,530,000 during fiscal 2014. The city enjoyed a net change in fund balance in fiscal 2014 of \$1,289,554 not including the Special Allocation Fund – West County Center.

CITY OF DES PERES, MISSOURI

Management's Discussion and Analysis (Continued)

Revenues for 2014 totaled \$20,904,765 which is an increase of \$581,214, 2.86% over the prior fiscal year. This increase in revenue can be attributed to four (4) primary factors:

- An increase of \$309,896, 250% in overall Capital grant revenue over prior year. This increase is primarily due to the Claychester Bridge project which had much of the construction taking place during 2014.
- An increase of \$210,185, 119%, over prior year in Miscellaneous revenues attributable primarily to \$236,306 in insurance claim proceeds for the roof repair at The Lodge Des Peres.
- An increase of \$228,759, 1.67%, over prior year in Tax revenues.
- The increases were partially offset by a reduction of (\$178,286), (3.23%) in Charges for service over prior year which are mostly attributable to lower License, Fees and Permits. This revenue category experienced an increase during 2013 due to high levels of area remodeling and construction of new businesses during 2013.

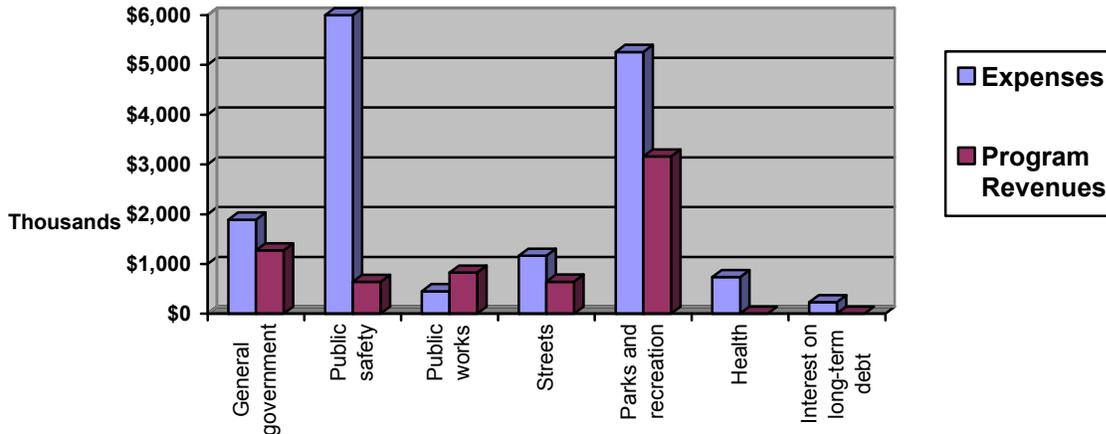
CITY OF DES PERES, MISSOURI

Management's Discussion and Analysis (Continued)

Following is a chart comparing program revenues and expenses for the individual government activities for the current year. As the chart reflects, all activities are supported by assistance from General Revenues (e.g., Taxes, Interest, etc.).

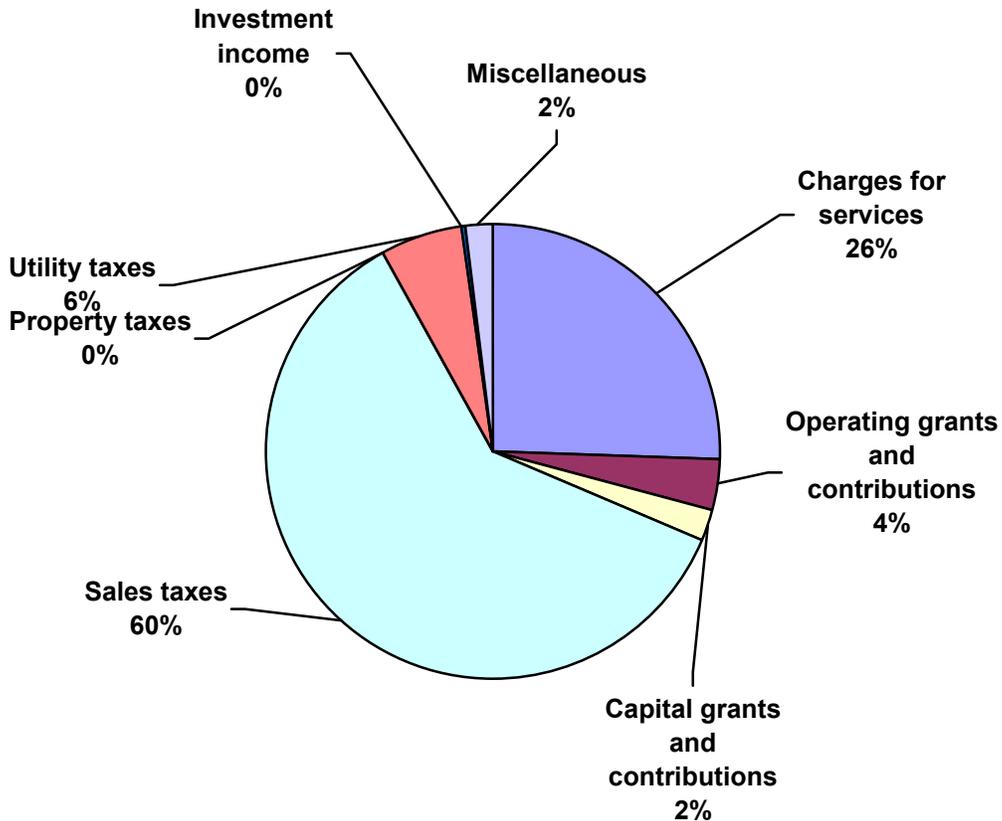
| Government Function | Expenses | Charges, Fees & Grants | Net Revenues (Expenses) |
|----------------------------|----------------------|-----------------------------------|--------------------------------|
| General Government | \$ 1,891,775 | \$ 1,274,253 | \$ (617,522) |
| Public Safety | 6,158,847 | 639,351 | (5,519,496) |
| Public Works and Streets | 1,616,724 | 1,470,792 | (145,932) |
| Parks and Recreation | 5,259,585 | 3,160,629 | (2,098,956) |
| Health and Sanitation | 736,317 | - | (736,317) |
| Interest on Long Term Debt | 231,837 | - | (231,837) |
| | \$ 15,895,085 | \$ 6,545,025 | \$ (9,350,060) |

Expenses and Program Revenues - Governmental Activities



The next chart reflects the percent of the total for each source of revenue supporting governmental activities.

Revenues by Source - Governmental Activities



FINANCIAL ANALYSIS OF THE CITY'S FUNDS

Governmental Funds

The focus of the City's governmental funds is to provide information on inflows, outflows and balances of available expendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the City's net resources available for spending at the end of the fiscal year.

At the end of 2014, the unassigned fund balance of the General Fund was \$5,714,042. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures and transfers out. Unassigned fund balance represents 47.47% of total general fund expenditures and transfers out totaling \$12,036,980 while the total fund balance represents 49.87% of total general fund expenditures and transfers out.

CITY OF DES PERES, MISSOURI

Management's Discussion and Analysis (Continued)

The fund balance in the City's general fund decreased by (\$823,624) or (12.07%) from the prior year fund balance. The change of the current year's fund balance is mainly due to:

- There was a transfer out of the General Fund of \$1,784,300 into the Capital Fund to help fund the guaranteed energy savings project that the City has elected to participate in and to set aside excess unrestricted fund balance for designated capital fund projects.
- Expenditures in almost all departments were under budget, for a total of \$527,645 under 2014 budgetary expectations.
- Revenue came in slightly higher than budgetary expectations, for a total of \$349,856 higher than the City's 2014 budgeted amounts. Sales taxes and Permit revenue making up the largest portions of that amount.

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

- Special Allocation Fund - The balance on the TIF bonds was paid in full in January 2013. The decrease in fund balance of (\$781,621) is due to two projects that were undertaken in 2014. The first project is remodeling the police substation within the TIF District so that it complies with the new code standards. The second is the monument which helps identify and beautify the TIF District location at the corner of Ballas and Manchester.
- Park Fund - The fund balance in the Park Fund decreased by (\$1,036,731). This is wholly due to a transfer of \$1,750,000 to the Capital Fund to help cover the cost of the guaranteed energy savings projects that will take place at The Lodge Des Peres. Revenues in the fund decreased by (0.01%) attributable primarily to the decrease in program revenues. Expenses in the fund were relatively unchanged from 2013 and were 12.00% under budget for 2014.
- Capital Improvement Fund - Changes in fund balance in the Capital Fund will fluctuate between surpluses and deficits from year-to-year reflecting the general nature and purpose of the fund: to accumulate dollars for capital projects. In 2014, the fund balance increased by \$3,024,316 due primarily to transfers from the General Fund and the Park Fund. These transfers are designated to fund the guaranteed energy savings project outlined in Note 10. Expenses for capital equipment and projects increased by \$1,872,673 over prior year due primarily to the costs of replacement of the Claychester Bridge and the beginning of the guaranteed energy savings project in late 2014.

General Fund Budgetary Highlights

In the General Fund, the following significant variances occurred between the original budget, the amended budget and actual revenues and expenditures for 2014:

- Revenues for 2014 were over budget by 3.70% and were only slightly higher than the prior year's actual.
- The only revenue source showing a significant decrease from the prior year is the Commercial Building Permits. This revenue source fluctuates from year to year based on commercial development and remodeling.

CITY OF DES PERES, MISSOURI

Management’s Discussion and Analysis (Continued)

- General Fund expenditures grew by 5.22% over the prior year. However, in 2014 the City continued its experience in bringing actual expenditures within budget with spending at only 95.11% of appropriations. Actual expenditures for all operating budgets fell within appropriations. General Government (10.35%), Public Safety (3.84%), Public Works and Streets (5.74%) and Parks and Recreation (1.47%) all fell below appropriations for 2014.
- The General Fund experienced revenues under expenditures and transfers of (\$823,624). This is due to the transfer to the Capital Fund of \$1,784,300 for capital projects.
- The balance in the General Fund at year end 2014 totals \$6,002,410 which represents 58.55% of expenditures for the past year. Approximately 95.20% of that fund balance is unassigned and can be used for any lawful purpose by the City. It protects the City against any cash flow problems during the year and represents an emergency fund to allow the City the luxury of time to analyze and respond to any significant changes in revenues or unexpected expenditures.

CAPITAL ASSETS

The City has invested \$42,689,703 in a broad range of capital assets, including park facilities, roads, buildings, machinery and equipment and automobiles and trucks. This amount represents a net increase for the current fiscal year (including additions and deletions) of \$2,851,544 primarily due to replacement of portions of City streets, bridges and sidewalks, vehicle purchases, and equipment replacements and purchases.

City of Des Peres’ Capital Assets

Net of Depreciation

| | December 31, | |
|-----------------------------------|----------------------|----------------------|
| | 2014 | 2013 |
| Land and construction in progress | \$ 13,477,167 | \$ 10,824,941 |
| Land improvements | 950,214 | 950,089 |
| Buildings | 18,943,719 | 19,126,123 |
| Vehicles | 800,651 | 887,400 |
| Furniture, fixtures and equipment | 1,218,447 | 1,192,821 |
| Infrastructure | 7,299,505 | 6,856,785 |
| | \$ 42,689,703 | \$ 39,838,159 |

Additional information on the City’s capital assets can be found in Note 3 of the notes to the basic financial statements.

CITY OF DES PERES, MISSOURI

Management's Discussion and Analysis (Continued)

LONG-TERM DEBT

At the end of December 2014, the City had outstanding long-term debt obligations for governmental activities in the amount of \$8,185,000 compared to \$9,715,000 in 2013. Of this amount, \$7,160,000 is in general obligation bonds (Recreation Center Construction), and \$1,025,000 is in certificates of participation (Recreation Center Construction).

City of Des Peres' Outstanding Debt

| | December 31, | |
|-------------------------------|---------------------|---------------------|
| | 2014 | 2013 |
| General obligation bonds | \$ 7,160,000 | \$ 8,200,000 |
| Certificates of participation | 1,025,000 | 1,515,000 |
| | \$ 8,185,000 | \$ 9,715,000 |

Additional information on the City's long-term debt can be found in Note 4 of the notes to the basic financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The downturn in our nation's economy has affected the budgets of many states and municipalities across the United States. We continue to hear news about the economic difficulties facing legislators on both the state and national levels. Many cities across the country have had to cut programs because of reduced revenue. However, at the City of Des Peres, the proposed 2015 budget continues to fund all current City services while maintaining the same commitment to high level services for all citizens.

- The 2015 budget continues for the 21th consecutive year a rollback of the City's allowable real estate tax to \$0.00 representing a significant savings to City residents and businesses. The City is legally authorized to levy a tax of \$0.27 for general revenue purposes which would generate an estimated \$890,000 per year.
- The City will continue its free sanitation and recycling program to City single family residents in 2015, representing an annual savings to homeowners of nearly \$240 per year.
- Revenues for *The Lodge Des Peres* have been set to be competitive with, but at the high end of, similar municipal recreation centers in the metropolitan area. Historically, Lodge generated revenues recover 95% of operating costs.
- City operations are service oriented, thus are provided by using human resources. Consequently, the single largest expenditure within the operating budgets is for salary and benefits representing 74% of projected operating costs for 2015.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of Des Peres' finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Director of Finance, City of Des Peres, 12325 Manchester Road, Des Peres, MO 63131 or by logging on to the City's website at www.desperesmo.org.

Basic Financial Statements

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CITY OF DES PERES, MISSOURI
STATEMENT OF NET POSITION
December 31, 2014

| | Governmental Activities |
|--|------------------------------------|
| Assets | |
| Cash and investments | \$ 15,734,407 |
| Receivables: | |
| Taxes | 3,010,230 |
| Utilities gross receipts tax | 130,854 |
| Intergovernmental | 216,295 |
| Interest | 15,473 |
| Court | 88,362 |
| Other | 337,239 |
| Prepaid items | 288,368 |
| Other post employment benefit asset | 37,412 |
| Cash and investments: | |
| Held by trustees | 4 |
| Restricted | 184,980 |
| Capital assets: | |
| Nondepreciable | 13,477,167 |
| Depreciable, net of accumulated depreciation | 29,212,536 |
| Total Assets | 62,733,327 |
| Deferred Outflows of Resources | |
| Deferred charge on refunding | 492,847 |
| Total Deferred Outflows of Resources | 492,847 |
| Liabilities | |
| Accounts payable | 639,178 |
| Accrued payroll | 242,813 |
| Accrued interest | 112,657 |
| Unearned revenue | 606,900 |
| Deposits payable | 412,832 |
| Court bonds / restitutions payable | 11,872 |
| Public safety forfeiture funds | 5,270 |
| Noncurrent liabilities: | |
| Due within one year | 1,574,073 |
| Due in more than one year | 7,308,086 |
| Total Liabilities | 10,913,681 |
| Net Position | |
| Net investment in capital assets | 34,518,469 |
| Restricted for: | |
| Tax increment financing debt and projects | 625,491 |
| Capital projects | 3,044,586 |
| Sewer lateral repair program | 215,491 |
| Fire prevention and operations | 1,012,677 |
| Unrestricted | 12,895,779 |
| Total Net Position | \$ 52,312,493 |

CITY OF DES PERES, MISSOURI
STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2014

| Functions/Programs | Expenses | Program Revenues | | | Net Revenues (Expenses) And Changes In Net Position Primary Governmental Activities |
|--|----------------------|----------------------------|--|--|---|
| | | Charges For Services | Operating Grants And Contributions | Capital Grants And Contributions | |
| Primary Government | | | | | |
| Governmental Activities | | | | | |
| General government | \$ 1,891,775 | \$ 1,274,253 | \$ - | \$ - | \$ (617,522) |
| Public safety | 6,158,847 | 624,695 | 12,477 | 2,179 | (5,519,496) |
| Public works | 452,595 | 294,558 | 100,380 | 431,672 | 374,015 |
| Streets | 1,164,129 | - | 644,182 | - | (519,947) |
| Parks and recreation | 5,259,585 | 3,149,429 | 11,200 | - | (2,098,956) |
| Health | 736,317 | - | - | - | (736,317) |
| Interest on long-term debt | 231,837 | - | - | - | (231,837) |
| Total Governmental Activities | \$ 15,895,085 | \$ 5,342,935 | \$ 768,239 | \$ 433,851 | (9,350,060) |
| General Revenues | | | | | |
| Taxes: | | | | | |
| Sales tax levied for: | | | | | |
| | | | | | 5,638,890 |
| | | | | | 3,004,381 |
| | | | | | 2,553,725 |
| | | | | | 1,502,178 |
| | | | | | 1,216,374 |
| | | | | | 58,005 |
| | | | | | 386,187 |
| | | | | | <u>14,359,740</u> |
| | | | | | Change In Net Position |
| | | | | | 5,009,680 |
| | | | | | Net Position - Beginning Of Year |
| | | | | | <u>47,302,813</u> |
| | | | | | Net Position - End Of Year |
| | | | | | <u>\$ 52,312,493</u> |

CITY OF DES PERES, MISSOURI
BALANCE SHEET - GOVERNMENTAL FUNDS
December 31, 2014

| | Major Funds | | | | | Nonmajor Funds | | Total Governmental Funds |
|--|---------------------|--|---------------------|-------------------------|---------------------|--------------------------------|----------------------|--------------------------------|
| | General | Special Allocation - West County Center | Park | Capital Improvements | Debt Service | Other Governmental Funds | | |
| Assets | | | | | | | | |
| Cash and investments | \$ 4,277,876 | \$ 629,539 | \$ 3,002,526 | \$ 5,756,348 | \$ 1,177,791 | \$ 890,327 | \$ 15,734,407 | |
| Receivables: | | | | | | | | |
| Taxes | 1,499,161 | - | 643,008 | 546,557 | - | 321,504 | 3,010,230 | |
| Utilities gross receipts tax | 130,854 | - | - | - | - | - | 130,854 | |
| Intergovernmental | 216,295 | - | - | - | - | - | 216,295 | |
| Court | 88,362 | - | - | - | - | - | 88,362 | |
| Interest | 4,437 | - | 3,116 | 5,945 | 1,223 | 752 | 15,473 | |
| Other | 86,127 | - | - | 224,806 | - | 26,306 | 337,239 | |
| Prepaid items | 288,368 | - | - | - | - | - | 288,368 | |
| Cash and investments: | | | | | | | | |
| Held by trustees | - | - | - | - | 4 | - | 4 | |
| Restricted | 184,980 | - | - | - | - | - | 184,980 | |
| Total Assets | \$ 6,776,460 | \$ 629,539 | \$ 3,648,650 | \$ 6,533,656 | \$ 1,179,018 | \$ 1,238,889 | \$ 20,006,212 | |
| Liabilities and Fund Balances | | | | | | | | |
| Liabilities | | | | | | | | |
| Accounts payable | \$ 158,127 | \$ 4,048 | \$ 42,727 | \$ 423,555 | \$ - | \$ 10,721 | \$ 639,178 | |
| Accrued payroll | 185,949 | - | 56,864 | - | - | - | 242,813 | |
| Deposits payable | 412,832 | - | - | - | - | - | 412,832 | |
| Court bonds / restitutions payable | 11,872 | - | - | - | - | - | 11,872 | |
| Public safety forfeiture funds | 5,270 | - | - | - | - | - | 5,270 | |
| Unearned revenue | - | - | 606,900 | - | - | - | 606,900 | |
| Total Liabilities | 774,050 | 4,048 | 706,491 | 423,555 | - | 10,721 | 1,918,865 | |
| Fund Balances | | | | | | | | |
| Nonspendable: | | | | | | | | |
| Prepaid Items | 288,368 | - | - | - | - | - | 288,368 | |
| Restricted: | | | | | | | | |
| Capital improvements | - | - | - | 3,044,586 | - | - | 3,044,586 | |
| Sewer lateral repair program | - | - | - | - | - | 215,491 | 215,491 | |
| Fire prevention and operations | - | - | - | - | - | 1,012,677 | 1,012,677 | |
| TIF projects and debt obligations | - | 625,491 | - | - | - | - | 625,491 | |
| Committed for: | | | | | | | | |
| Energy savings project | - | - | - | 2,671,724 | - | - | 2,671,724 | |
| Infrastructure | - | - | - | 369,757 | - | - | 369,757 | |
| Tree replacement | - | - | - | 24,034 | - | - | 24,034 | |
| Assigned for: | | | | | | | | |
| Parks and recreation | - | - | 2,942,159 | - | - | - | 2,942,159 | |
| Debt service | - | - | - | - | 1,179,018 | - | 1,179,018 | |
| Unassigned: | | | | | | | | |
| General | 5,714,042 | - | - | - | - | - | 5,714,042 | |
| Total Fund Balances | 6,002,410 | 625,491 | 2,942,159 | 6,110,101 | 1,179,018 | 1,228,168 | 18,087,347 | |
| Total Liabilities and Fund Balances | \$ 6,776,460 | \$ 629,539 | \$ 3,648,650 | \$ 6,533,656 | \$ 1,179,018 | \$ 1,238,889 | \$ 20,006,212 | |

CITY OF DES PERES, MISSOURI
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
December 31, 2014

Total Fund Balance - Governmental Funds \$ 18,087,347

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$66,093,673 and the accumulated depreciation is \$23,403,970. 42,689,703

The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The following amounts are the effect of these differences in the treatment of long-term debt and related items.

| | |
|--|---------------|
| Accrued interest payable | (112,657) |
| Compensated absences | (218,078) |
| Unamortized bond premium | (479,081) |
| Unamortized deferred amount on refunding | 492,847 |
| Bonds and other long-term debt outstanding | (8,185,000) |
| Other post employment benefits | 37,412 |
| | <u>37,412</u> |

Total Net Position - Governmental Activities \$ 52,312,493

CITY OF DES PERES, MISSOURI
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
For The Year Ended December 31, 2014

| | Major Funds | | | | | Nonmajor Funds | | Total Governmental Funds |
|---|---------------------|--|---------------------|-------------------------|---------------------|--------------------------------|--------------------------------|--------------------------------|
| | General | Special Allocation - West County Center | Park | Capital Improvements | Debt Service | Other Governmental Funds | Total Governmental Funds | |
| Revenues | | | | | | | | |
| Taxes | \$ 5,638,890 | \$ - | \$ 3,004,381 | \$ 2,553,725 | \$ - | \$ 1,502,178 | \$ 12,699,174 | |
| Utility gross receipts tax | 1,216,374 | - | - | - | - | - | 1,216,374 | |
| Intergovernmental | 765,872 | - | - | 429,833 | - | - | 1,195,705 | |
| Licenses | 1,136,497 | - | - | - | - | - | 1,136,497 | |
| Fees and permits | 841,026 | - | 3,149,371 | - | - | - | 3,990,397 | |
| Investment income | 20,260 | - | 11,842 | 14,474 | 5,711 | 5,718 | 58,005 | |
| Donations and grants | 12,773 | - | 11,200 | - | - | - | 23,973 | |
| Miscellaneous | 179,664 | - | 352 | 311,809 | - | 92,815 | 584,640 | |
| Total Revenues | 9,811,356 | - | 6,177,146 | 3,309,841 | 5,711 | 1,600,711 | 20,904,765 | |
| Expenditures | | | | | | | | |
| Current: | | | | | | | | |
| General government | 1,644,231 | - | - | - | - | - | 1,644,231 | |
| Public safety | 5,855,058 | - | - | - | - | - | 5,855,058 | |
| Public works | 385,092 | - | - | - | - | 65,767 | 450,859 | |
| Streets | 931,735 | - | - | - | - | - | 931,735 | |
| Parks and recreation | 705,561 | - | 3,619,902 | - | - | - | 4,325,463 | |
| Health | 731,003 | - | - | - | - | - | 731,003 | |
| Capital outlay | - | 706,621 | - | 3,927,629 | - | - | 4,634,250 | |
| Debt service: | | | | | | | | |
| Principal retirement | - | - | - | - | 1,530,000 | - | 1,530,000 | |
| Interest and fiscal charges | - | - | - | - | 300,287 | - | 300,287 | |
| Total Expenditures | 10,252,680 | 706,621 | 3,619,902 | 3,927,629 | 1,830,287 | 65,767 | 20,402,886 | |
| Revenues Over (Under) Expenditures | (441,324) | (706,621) | 2,557,244 | (617,788) | (1,824,576) | 1,534,944 | 501,879 | |
| Other Financing Sources (Uses) | | | | | | | | |
| Transfers in | 1,402,000 | - | - | 3,643,300 | 1,836,725 | - | 6,882,025 | |
| Transfers out | (1,784,300) | (75,000) | (3,593,975) | (7,250) | - | (1,421,500) | (6,882,025) | |
| Proceeds from disposal of assets | - | - | - | 6,054 | - | - | 6,054 | |
| Issuance of refunding debt | - | - | - | - | (548,178) | - | (548,178) | |
| Premium on issuance of debt | - | - | - | - | 548,178 | - | 548,178 | |
| Total Other Financing Sources (Uses) | (382,300) | (75,000) | (3,593,975) | 3,642,104 | 1,836,725 | (1,421,500) | 6,054 | |
| Net Change In Fund Balances | (823,624) | (781,621) | (1,036,731) | 3,024,316 | 12,149 | 113,444 | 507,933 | |
| Fund Balances - Beginning of Year | 6,826,034 | 1,407,112 | 3,978,890 | 3,085,785 | 1,166,869 | 1,114,724 | 17,579,414 | |
| Fund Balances - End of Year | \$ 6,002,410 | \$ 625,491 | \$ 2,942,159 | \$ 6,110,101 | \$ 1,179,018 | \$ 1,228,168 | \$ 18,087,347 | |

CITY OF DES PERES, MISSOURI
**RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE
STATEMENT OF ACTIVITIES**
For The Year Ended December 31, 2014

Net Change In Fund Balances - Governmental Funds \$ 507,933

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

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. Donated assets are not recorded in governmental funds but are recognized as revenues in the statement of activities. This is the amount by which capital outlays and donated capital assets exceeded depreciation in the current period.

| | | |
|--------------------------------------|--------------------|-----------|
| Capital outlays | 4,519,440 | |
| Proceeds from sale of capital assets | (6,054) | |
| Depreciation expense | <u>(1,649,710)</u> | 2,863,676 |

In the statement of activities, the gain (loss) on the sale of the capital assets is reported. The gain (loss) is not a use of current resources and thus is not reported in the funds. (12,132)

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

| | | |
|---|----------------|-----------|
| Repayment of bond principal | 1,530,000 | |
| Deferred amount on refunding, net of amortization | (73,326) | |
| Premiums on debt issuance, net of amortization | <u>125,942</u> | 1,582,616 |

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

| | | |
|--------------------------------|--|----------------|
| Accrued interest on bonds | | 15,833 |
| Compensated absences | | 56,211 |
| Other post employment benefits | | <u>(4,457)</u> |

Change In Net Position - Governmental Activities \$ 5,009,680

CITY OF DES PERES, MISSOURI
STATEMENT OF FIDUCIARY NET POSITION -
AGENCY FUND
December 31, 2014

| | <u>Agency Fund</u> |
|--------------------------|------------------------|
| Assets | |
| Cash and investments | \$ 26,656 |
| Total Assets | <u>\$ 26,656</u> |
| Liabilities | |
| Held for others | \$ 26,656 |
| Total Liabilities | <u>\$ 26,656</u> |

CITY OF DES PERES, MISSOURI
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2014

1. Summary of Significant Accounting Policies

The financial statements of the City of Des Peres, Missouri (the “City”) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The City’s more significant accounting policies are described below.

Reporting Entity

The financial statements of the City include the financial activities of the City and its component units. The criteria used in determining the scope of the reporting entity are based on the provisions of GASB Statement No. 14, *The Financial Reporting Entity* (GASB 14), as amended by both GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units* and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus*. A component unit is a legally separate organization for which the primary government is financially accountable or closely related. The City is financially accountable if it appoints a voting majority of a potential component unit’s governing body and is able to impose its will on that potential component unit, or because the potential component unit will provide a financial benefit or impose a financial burden on the City. The City does not have any component units.

Basis of Presentation

The City’s basic financial statements include both government-wide (reporting on the City as a whole) and fund financial statements (reporting the City’s major, and in the aggregate nonmajor funds).

Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the primary government. The effect of interfund activity has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

CITY OF DES PERES, MISSOURI

Notes to Basic Financial Statements (Continued)

Fund Financial Statements

Following the government-wide financial statements are separate financial statements for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements. All other governmental funds are reported in one column labeled "Other Governmental Funds." The total fund balance for all governmental funds is reconciled to total net position for governmental activities as shown on the statement of net position. The net change in fund balance for all governmental funds is reconciled to the total change in net position as shown on the statement of activities in the government-wide financial statements.

Fund Accounting

The City uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with self-balancing accounts. Governmental resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The following fund types 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 the related liabilities are accounted for through governmental funds. The measurement focus is upon determination of and changes in financial position rather than upon net income.

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.

Special Allocation Fund – West County Center Fund – The Special Allocation Fund is a Special Revenue Fund used to account for revenues generated by the West County Center TIF district for the payment of debt service and other expenditures. In 2013, the City entered into a contract to build a City of Des Peres and West County Center sign on the corner of Ballas and Manchester which will include a water feature, a pathway and garden elements. The City is funding this project from the Special Allocation Fund–West County Center Fund. This project will be completed in 2015 at which time the Special Allocation Fund will be closed.

Park Fund – The Park Fund is a Special Revenue Fund used to account for a ½¢ parks sales tax for the operation of a community center.

Capital Improvements Fund – The Capital Improvements Fund is a Capital Projects Fund used to account for the accumulation of resources, primarily from a ½¢ capital improvement sales tax, for the acquisition or construction of major capital items.

CITY OF DES PERES, MISSOURI

Notes to Basic Financial Statements (Continued)

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources for, and the repayment of, long-term debt principal, interest and related costs.

The other governmental funds of the City are considered non-major. They are special revenue funds which account for the proceeds of specific revenue sources that are legally committed to expenditures for specific purposes.

Fiduciary Fund Type - Agency Fund

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the city's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of the results of operations. The City's agency fund accounts for deposits collected on behalf of the Municipal Partners for Inclusive Recreation.

Measurement Focus

Government-Wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the City are included on the statement of net position.

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds used the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue and in the presentation of expenses versus expenditures.

CITY OF DES PERES, MISSOURI

Notes to Basic Financial Statements (Continued)

Revenues - Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the year for which the taxes are levied; however, the City currently does not levy a residential property tax. Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the City must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized. For the City, available generally means expected to be received within sixty days of year end.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year end: state-levied locally shared taxes (including gasoline tax), fines and forfeitures, licenses and permits, interest, grants and rentals.

Cash, Cash Equivalents and Investments

The City considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents. GASB 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, requires that all investments be reported in the financial statements at fair value. Fair value is established as readily determinable current market value for equity and debt securities.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond the fiscal year end are recorded as prepaid items. Prepaid items are equally offset by a fund balance reserve which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets. An expenditure/expense is reported in the year in which services are consumed.

CITY OF DES PERES, MISSOURI

Notes to Basic Financial Statements (Continued)

Capital Assets

Capital assets, which include property, equipment, and infrastructure (e.g., roads, bridges, sidewalks, and similar items), are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the City as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the assets or materially extend assets' lives are not capitalized.

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

| <u>Asset</u> | <u>Years</u> |
|-----------------------------------|--------------|
| Land improvements | 15 - 30 |
| Buildings | 20 - 45 |
| Vehicles | 5 - 20 |
| Furniture, fixtures and equipment | 3 - 5 |
| Infrastructure | 30 - 50 |

Compensated Absences

Under terms of the City's personnel policy, employees are granted vacations based on length of service. Vacations accrue monthly throughout each year. Upon termination, the employee is paid for unused vacation. 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 with the City's approval. This conversion cannot reduce an employee's vacation accrual below two weeks. All vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if the amounts due at year end have matured.

Other Post Employment Benefits

The City calculates and records a net other post employment benefit (OPEB) asset/liability in the government-wide financial statements. The net OPEB is, in general, the cumulative difference between the actuarial required contribution and the actual contributions since January 1, 2009, the required date of implementation. The City is not required to and has elected not to retroactively implement GASB 45. Details relating to the City's postretirement health care benefits provided, OPEB asset/liability, and its calculation are provided at Note 6.

Long-Term Liabilities

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of applicable bond premiums or discounts.

CITY OF DES PERES, MISSOURI

Notes to Basic Financial Statements (Continued)

Debt Refunding

For current and advance refundings resulting in defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense over the remaining life of the old debt or new debt, whichever is shorter, using the straight-line method since the results of the straight-line method are not materially different than the effective interest method. The deferred refunding amounts are classified as deferred outflows of resources in the government-wide financial statements.

Interfund Activity

Transfers of resources from a fund receiving revenue to the fund through which the resources are to be expended are recorded as other financing sources (uses) in the governmental fund financial statements.

In the process of aggregating data for the statement of net position and the statement of activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the “grossing up” effect on assets and liabilities within the governmental activities column.

Governmental Fund Balances

In the governmental fund financial statements the following classification are used to define the governmental fund balances:

Non-spendable – This consists of the governmental fund balances that are not in spendable form or legally or contractually required to be maintained intact. The City’s non-spendable fund balance consists of prepaid items.

Restricted – This consists of the governmental fund balances that are legally restricted by outside parties or by law through constitutional provisions or enabling legislation. The City’s restricted funds consist of various taxes approved by voters for specific purposes and TIF projects and debt obligations.

Committed – This consists of the governmental fund balances that can only be used for specific purposes pursuant to constraints imposed by formal action (resolution) of the Board of Alderman, the City’s highest level of decision-making authority. The City’s committed fund balances consist of energy savings project, infrastructure and tree replacement.

Assigned – This consists of the governmental fund balances that are intended to be used for specific purposes by the Board of Alderman. The City’s assigned fund balance includes parks and recreation and debt service.

Unassigned – This consists of governmental funds that do not meet the definition of “non-spendable”, “restricted”, “committed”, or “assigned”.

CITY OF DES PERES, MISSOURI

Notes to Basic Financial Statements (Continued)

The fund balance of the City's General Fund has been accumulated to provide stability and flexibility to respond to unexpected adversity and/ or opportunities. The fund balance policy has set a target of maintaining between 40% - 60% of annual operating expenses and any transfer out of the General Fund. The minimum unassigned fund balance in the General Fund is set at 40% of annual operating expenses in the General Fund. The minimum fund balance in the Fire Fund shall be in accordance with the timing of capital accumulation needed for equipment replacement and upgrades. The minimum fund balance in the Park Fund is 40% of annual operating expenses in the Park Fund. The Capital Improvement Fund has a minimum fund balance of \$1,000,000 plus the amount committed for the energy savings project, infrastructure and tree replacement. The Debt Service Fund has a minimum balance in accordance with bond restrictions.

Net Position

In the government-wide financial statements, net position is displayed in three components as follows:

Net Investment in Capital Assets - This consists of capital assets, net of accumulated depreciation, less the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.

Restricted - This consists of net position that is legally restricted by outside parties or by law through constitutional provisions or enabling legislation.

Unassigned - This consists of net position that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

Use of Restricted Resources

When an expense is incurred that can be paid using either restricted or unrestricted resources (net position), the City's policy is to first apply the expense toward restricted resources and then toward unrestricted resources. In governmental funds, the City's policy is to first apply the expenditure toward restricted fund balance and then to other, less-restrictive classifications – committed and then assigned fund balances before using unassigned fund balances.

Restricted Cash and Investments

Certain assets for court bonds, court restitutions, escrow deposits, and the repayment of certificates of participation are classified as restricted assets on the statement of net position or balance sheet.

Allowance for Doubtful Accounts

No significant uncollectible receivables have been identified; therefore, no allowance for doubtful accounts has been recorded.

CITY OF DES PERES, MISSOURI

Notes to Basic Financial Statements (Continued)

Unearned Revenue

The City has received recreation fees in advance from yearly members. These fees are recognized as revenue on a monthly basis. This unearned revenue is recorded in the government-wide and fund financial statements.

Use of Estimates

The preparation of basic financial statements in conformity with U.S. generally accepted accounting principles requires the City to make estimates and assumptions that affect the reported amounts in the basic financial statements and the accompanying notes. Actual results could differ from those estimates.

2. Cash and Investments

The City maintains a pool of cash and investments that is available for use by all funds for the purpose of increasing interest earnings through investment activities. The interest earned on these investments is allocated to participating funds based on their average shares of funds invested. The carrying amounts of cash and investments have been decreased by \$26,926 in order to reflect the fair value at December 31, 2014.

Cash and investments as of December 31, 2014 are classified in the accompanying financial statements as follows:

| | |
|---------------------------------------|------------------------------------|
| Statement of Net Position: | |
| Cash and investments | \$ 15,734,407 |
| Cash and investments held by trustees | 4 |
| Restricted cash and investments | 184,980 |
| Statement of Fiduciary Net Position: | |
| Cash and investments | <u>26,656</u> |
| Total Cash and Investments | <u><u>\$ 15,946,047</u></u> |

Cash and investments as of December 31, 2014 consist of the following:

| <u>Type</u> | <u>Amount</u> |
|---------------------------------------|------------------------------------|
| Deposits: | |
| Cash on hand | \$ 3,300 |
| Demand deposits | <u>5,052,659</u> |
| | <u>5,055,959</u> |
| Investments: | |
| Negotiable certificates of deposit | 9,965,074 |
| Money market mutual funds | <u>925,014</u> |
| | <u>10,890,088</u> |
| Total Deposits and Investments | <u><u>\$ 15,946,047</u></u> |

CITY OF DES PERES, MISSOURI

Notes to Basic Financial Statements (Continued)

Investments Authorized by the City's Investment Policy

The table below identifies the investment types that are authorized by the City's investment policy. Debt proceeds held by bond trustees are invested in accordance with the provisions of the trust indentures.

| <u>Authorized Investments</u> | <u>City Policy Legal Limit</u> |
|--|------------------------------------|
| United States Treasury Securities | None |
| United States Agency Securities | 60% |
| United States Agency Callable Securities | 30% |
| Repurchase Agreements | 50% |
| Money Market Mutual Funds | None |
| Certificates of Deposit | None |

Interest Rate Risk

The City's investment policy states that the City will minimize interest rate risk, the risk that the market value of securities in the portfolio will fall due to changes in general interest rates, by:

1. Structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity.
2. Investing operating funds primarily in shorter-term securities, money market mutual funds or similar investment pools.
3. Purchasing securities (excluding bond reserves) that shall mature and become payable not more than three years from the date of purchase.

Maturities of investments held at December 31, 2014 are as follows:

| <u>Investment Type</u> | <u>Amount</u> | <u>Less Than One Year</u> | <u>1-5 Years</u> |
|------------------------------------|----------------------|-------------------------------|---------------------|
| Negotiable certificates of deposit | \$ 9,965,074 | \$ 1,343,449 | \$ 8,621,625 |
| Money market mutual funds | 925,014 | 925,014 | - |
| Total Investments | \$ 10,890,088 | \$ 2,268,463 | \$ 8,621,625 |

Credit Risk

The City's investment policy states that the City will minimize credit risk, the risk of loss due to the failure of the security issuer or backer, by:

1. Pre-qualifying the financial institutions, broker/dealers, intermediaries, and advisors with which the City will do business.
2. Diversifying the portfolio so that potential losses on individual securities will be minimized.

CITY OF DES PERES, MISSOURI

Notes to Basic Financial Statements (Continued)

At December 31, 2014, the City’s investments were rated by nationally recognized statistical rating organizations as follows:

| Investment Type | Amount | Rating |
|------------------------------------|---------------|---------------|
| Negotiable certificates of deposit | \$ 9,965,074 | Not rated |
| Money market mutual funds | 925,014 | AAAm |

Custodial Credit Risk

For investments, custodial credit risk is the risk that in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of the investments or collateral securities that are in the possession of an outside party. In accordance with its policy, the City addresses custodial risk by pre-qualifying institutions with which the City places investments, diversifying the investment portfolio and maintaining a standard of quality for investments.

For deposits, custodial credit risk is the risk that in the event of bank failure, the City’s deposits may not be returned to it. Protection of the City’s deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution or by a single collateral pool established by the financial institution. The City’s policy requires a depository contract with each safekeeping bank that complies with the Financial Institutions Reform, Recovery and Enforcement Act of 1989. This will ensure the City’s security interest in collateral pledged to secure deposits is enforceable against the receiver of a failed institution.

Concentration of Credit Risk

According to the City’s investment policy, the City’s investments will be diversified to eliminate the risk of loss resulting from over concentration of assets in a specific maturity, a specific issuer or a specific class of security. Investments in any one issuer (excluding investments issued by or explicitly guaranteed by the U.S. government, investments in mutual funds, investments in external investment pools, and investments in other pooled investments) that represent 5% or more of the City’s total investments are as follows:

| Issuer | Investment Type | Amount | % of Total Investments |
|---------------|------------------------|---------------|-------------------------------|
|---------------|------------------------|---------------|-------------------------------|

There are no investments that are greater than 5% of the City's total investments.

CITY OF DES PERES, MISSOURI

Notes to Basic Financial Statements (Continued)

3. Capital Assets

The following table summarizes the capital asset activity for the year ended December 31, 2014:

| | Balance January 1, 2014 | Additions | Retirements | Balance December 31, 2014 |
|--|--|---------------------|--------------------|--|
| Governmental activities: | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 10,586,051 | \$ - | \$ - | \$ 10,586,051 |
| Construction in Progress | 238,890 | 2,676,290 | 24,064 | 2,891,116 |
| Total capital assets not being depreciated | 10,824,941 | 2,676,290 | 24,064 | 13,477,167 |
| Capital asset, being depreciated: | | | | |
| Land improvements | 1,095,290 | 48,106 | - | 1,143,396 |
| Buildings | 27,811,532 | 584,520 | 22,576 | 28,373,476 |
| Vehicles | 2,224,287 | 147,414 | 150,188 | 2,221,513 |
| Furniture, fixtures and equipment | 4,467,045 | 343,833 | 168,418 | 4,642,460 |
| Infrastructure | 15,485,510 | 750,151 | - | 16,235,661 |
| Total capital assets being depreciated | 51,083,664 | 1,874,024 | 341,182 | 52,616,506 |
| Less accumulated depreciation for: | | | | |
| Land improvements | 145,201 | 47,981 | - | 193,182 |
| Building | 8,685,409 | 748,738 | 4,390 | 9,429,757 |
| Vehicles | 1,336,887 | 227,353 | 143,378 | 1,420,862 |
| Furniture, fixtures and equipment | 3,274,224 | 318,207 | 168,418 | 3,424,013 |
| Infrastructure | 8,628,725 | 307,431 | - | 8,936,156 |
| Total accumulated depreciation | 22,070,446 | 1,649,710 | 316,186 | 23,403,970 |
| Total capital assets being depreciated, net | 29,013,218 | 224,314 | 24,996 | 29,212,536 |
| Governmental activities capital assets, net | \$ 39,838,159 | \$ 2,900,604 | \$ 49,060 | \$ 42,689,703 |

Depreciation was charged to the following functions for the year ended December 31, 2014:

| | |
|---|---------------------|
| Governmental activities: | |
| General government | \$ 125,446 |
| Public safety | 257,224 |
| Streets | 414,864 |
| Parks and recreation | 852,176 |
| Total depreciation expense - governmental activities | \$ 1,649,710 |

CITY OF DES PERES, MISSOURI

Notes to Basic Financial Statements (Continued)

4. Long-Term Debt

Long-term debt consists of the following at December 31, 2014:

| | |
|--|--------------|
| \$6,170,000 general obligation refunding bonds, Series 2010, due in annual installments through February 1, 2016, interest rates range from 2% to 3%. | \$ 2,135,000 |
| \$5,025,000 taxable general obligation refunding bonds, Series 2013, due in annual installments through February 1, 2020, interest rate of 3.5%. | 5,025,000 |
| \$3,735,000 refunding certificates of participation, Series 2009, due in annual installments through August 1, 2016, interest rates range from 3% to 4%. | 1,025,000 |
| | \$ 8,185,000 |

Changes in long-term debt are as follows:

| | Balance, January 1, 2014 | Additions | Reductions | Balance, December 31, 2014 | Amount Due Within One Year |
|--|---|-------------------|---------------------|---|---|
| General obligation bonds | \$ 8,200,000 | \$ - | \$ 1,040,000 | \$ 7,160,000 | \$ 1,060,000 |
| Certificates of participation | 1,515,000 | - | 490,000 | 1,025,000 | 505,000 |
| Subtotal | 9,715,000 | - | 1,530,000 | 8,185,000 | 1,565,000 |
| Compensated absences | 274,289 | 470,034 | 526,245 | 218,078 | 9,073 |
| | 9,989,289 | 470,034 | 2,056,245 | 8,403,078 | 1,574,073 |
| Add: Unamortized premium on bonds | 605,023 | - | 125,942 | 479,081 | - |
| Long-Term Liabilities - Governmental Activities | \$ 10,594,312 | \$ 470,034 | \$ 2,182,187 | \$ 8,882,159 | \$ 1,574,073 |

Compensated absences are generally paid by the fund in which employees are assigned. In prior years, the General Fund and Park Fund have been used to liquidate the liability for compensated absences. General obligation bonds and Certificates of Participation are paid by the Debt Service Fund.

CITY OF DES PERES, MISSOURI

Notes to Basic Financial Statements (Continued)

General Obligation Bonds

General obligation bonds are supported by a pledge of the City's full faith and credit. These bonds, which are reported in the government-wide statement of net position, were originally issued to finance various capital projects.

In January 2010, the City issued General Obligation Refunding Bonds, Series 2010 to refinance a portion of the General Obligation Refunding Bonds, Series 2005. In April 2013, the City issued Taxable General Obligation Refunding Bonds, Series 2013 to refinance the remaining General Obligation Refunding Bonds, Series 2005. At December 31, 2014, the amount of defeased debt outstanding and removed from the City's books and records is \$5,025,000.

Certificates of Participation

Certificates of Participation ("COPS") evidence proportionate ownership interest in the right to receive rental payments to be paid by the City under various lease/purchase agreements. During the fiscal year ended December 31, 2009, the City issued Refunding Certificates of Participation, Series 2009 to refund a portion of the Series 2002 certificates. The Series 2002 certificates were originally issued to construct a community recreation center.

The annual principal and interest requirements to maturity on long-term debt outstanding (other than tax incrementing financing bonds) as of December 31, 2014 are as follows:

| For the Years Ending December 31, | 2010 and 2013 GO Refunding | | 2009 Certificates | | Total | |
|---|-------------------------------|------------|-------------------|-----------|--------------|------------|
| | Principal | Interest | Principal | Interest | Principal | Interest |
| 2015 | \$ 1,060,000 | \$ 220,052 | \$ 505,000 | \$ 38,400 | \$ 1,565,000 | \$ 258,452 |
| 2016 | 1,075,000 | 192,001 | 520,000 | 18,200 | 1,595,000 | 210,201 |
| 2017 | 1,180,000 | 155,227 | - | - | 1,180,000 | 155,227 |
| 2018 | 1,230,000 | 113,050 | - | - | 1,230,000 | 113,050 |
| 2019 | 1,285,000 | 69,038 | - | - | 1,285,000 | 69,038 |
| 2020 | 1,330,000 | 23,275 | - | - | 1,330,000 | 23,275 |
| | \$ 7,160,000 | \$ 772,643 | \$ 1,025,000 | \$ 56,600 | \$ 8,185,000 | \$ 829,243 |

CITY OF DES PERES, MISSOURI

Notes to Basic Financial Statements (Continued)

Legal Debt Margin

Under the statutes of the State of Missouri, the limit of bonded indebtedness is 10% of the most recent assessed valuation. The computation is as follows:

| | |
|--|-----------------------|
| Assessed valuation - 2014 tax year | <u>\$ 409,717,100</u> |
| Debt limit - 10% of assessed valuation | 40,971,710 |
| Amount of debt applicable to debt limit: | |
| Total general obligation bonded debt | 7,160,000 |
| Less: Amount available in debt service fund | <u>(1,179,018)</u> |
| Bonded indebtedness applicable to debt limit | <u>5,980,982</u> |
| Legal Debt Margin | <u>\$ 34,990,728</u> |

5. Pension Plans

Money Purchase Plan

In January 2000, the City enacted Ordinance No. 1989 which provided for the amendment and restatement of the City of Des Peres, Missouri Retirement Plan, a defined benefit plan, into the City of Des Peres, Missouri Money Purchase Pension Plan (the Plan), a defined contribution plan, effective January 1, 2000. The Plan is administered by ICMA Retirement Corporation.

The Plan receives contributions from the City, in accordance with City ordinances, in an amount equal to 7% of each participating employee's base pay. Vesting of employer contributions occurs after three years of service. All forfeited funds, if any, under the Plan are restricted for future Plan contributions and are included in restricted net position on the statement of net position.

The City's total contributions to the Plan totaled \$575,612 for the year ended December 31, 2014.

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. Employees do have the ability to obtain loans on their accounts. The loans comply with all Internal Revenue Code requirements. The City provides a matching contribution at a rate of \$.50 for each dollar an employee contributes to the City's Section 457 plan, with a maximum annual match of 2% of base pay. These matching contributions are part of the City of Des Peres, Missouri Money Purchase Plan and are subject to a separate three-year vesting period.

CITY OF DES PERES, MISSOURI

Notes to Basic Financial Statements (Continued)

6. Post Employment Health Care Benefits

Plan Description

The City sponsors a Postretirement Welfare Benefit Plan (the “Plan”), which is a single-employer defined benefit healthcare plan administered by the City of Des Peres. A stand-alone financial report is not available for the Plan. The Plan covers all current retirees with medical coverage. Spouses are not included in the plan. The Plan provides up to three years of medical coverage for eligible retirees not yet eligible for Medicare. In order to be eligible, retirees must be at least age 60 with 25 years of service. Coverage ends at the earlier of age 65 or three years after coverage. Total cost to the City is limited to \$13,000 for the period of coverage.

As of January 1, 2012, the date of the latest actuarial valuation, membership consisted of 99 active employees and 1 retiree.

Funding Policy

The required contribution is based on projected pay-as-you-go financing requirements. As of December 31, 2014, no trust has been established for the funding of the plan’s post employment benefit obligation. Additional information is presented as required supplementary information, schedule of funding progress.

Annual OPEB Cost and Net OPEB Obligation (Asset)

The City’s annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years on an open basis. The following table shows the components of the City’s annual OPEB cost for the fiscal year, the amount actually contributed to the Plan, and changes in the City’s net OPEB obligation (asset):

| | |
|---|---------------------------|
| Annual required contribution | \$ 8,254 |
| Interest on net pension obligation | (1,675) |
| Adjustment to annual required contribution | 2,962 |
| Annual pension cost | <u>9,541</u> |
| Actual contributions | <u>(5,084)</u> |
| Increase (decrease) in net pension obligation | 4,457 |
| Net pension obligation (asset), beginning of year | <u>(41,869)</u> |
| Net pension obligation (asset), end of year | <u><u>\$ (37,412)</u></u> |

CITY OF DES PERES, MISSOURI

Notes to Basic Financial Statements (Continued)

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation (asset) for 2014 and the two preceding years were as follows:

| Year Ended December 31, | Annual OPEB Cost | Percentage of Annual OPEB Cost Contributed | Net OPEB Obligation (Asset) |
|------------------------------------|-----------------------------|---|--|
| 2012 | \$ 8,589 | 406% | \$ (37,161) |
| 2013 | \$ 9,397 | 150% | \$ (41,869) |
| 2014 | \$ 9,541 | 53% | \$ (37,412) |

Funded Status and Funding Progress

As of January 1, 2012, the most recent actuarial valuation date, the plan was not prefunded. The actuarial accrued liability for benefits was \$72,650, and the actuarial value of assets was zero, resulting in an unfunded actuarial accrued liability (UAAL) of \$72,650. As of December 31, 2014 the covered payroll (annual payroll of active employees covered by the plan) was \$6.5 million, and the rate of the UAAL to the covered payroll was 1.12%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets are increasing or decreasing over time relative to the actuarial liability for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2012 actuarial valuation, the projected unit credit cost method was used. The actuarial assumptions included a 4% investment rate of return assuming the benefits are not pre-funded. The discount rate is based on the expected earnings of the City's general fund. The healthcare trends used in the valuation are based on long term healthcare trends generated by health actuaries that reflect how the cost of medical benefits varies by age and gender. The health mortality is based on the RP 2000 Mortality Table. The healthcare cost trend rate begins at 11% in 2009 and scales down to an ultimate rate of 5% in 2020. The amortization period of the unfunded Actuarial Accrued Liability AAL is 20 years on an open basis. The remaining amortization period at December 31, 2014 was 14 years. An inflation rate of assumption of 3% was used.

CITY OF DES PERES, MISSOURI

Notes to Basic Financial Statements (Continued)

7. Interfund Transfers

Individual fund transfers are as follows:

| | Transfer From: | | | | | | Total |
|---------------------------|--------------------------|--------------------------|---------------------|---------------------------|-----------------------------|---------------------|---------------------|
| | Major Governmental Funds | | | | Nonmajor Governmental Funds | | |
| | General Fund | Special Allocation - WCC | Park Fund | Capital Improvements Fund | Sewer Lateral Fund | Fire Sales Tax Fund | |
| Transfer To: | | | | | | | |
| General Fund | \$ - | \$ - | \$ 7,250 | \$ 7,250 | \$ 15,000 | \$ 1,372,500 | \$ 1,402,000 |
| Capital Improvements Fund | 1,784,300 | 75,000 | 1,750,000 | - | - | 34,000 | 3,643,300 |
| Debt Service Fund | - | - | 1,836,725 | - | - | - | 1,836,725 |
| Total | \$ 1,784,300 | \$ 75,000 | \$ 3,593,975 | \$ 7,250 | \$ 15,000 | \$ 1,406,500 | \$ 6,882,025 |

Interfund transfers were used to 1) move revenues from the fund that ordinance or budget requires to collect them to the fund that ordinance or budget requires to expend them, or 2) move revenues in excess of current year expenditures to other funds.

8. Risk Management

The City is a member of a multi-line self-insured pool (St. Louis Area Insurance Trust - SLAIT), which includes 27 municipalities in St. Louis County, each with professional management. The pool provides insurance coverage for workers' compensation, general liability, police liability, and auto liability. The pool also provides for group purchasing of individual policies for member cities for property coverage and public officials liability. SLAIT is governed by a 12-person Board of Trustees who has contracted with the firm of Daniel and Henry Company for its administration and consulting services. The pool retains certain levels of coverage using a self-insured retention created from member premiums and reinsures on both an individual stop loss and an aggregate annual stop loss with a reinsurance carrier. Each policy year is segregated financially and dividends are paid to the member cities as all claims for each year are closed. During 2014, the City received a dividend from SLAIT in the amount of \$32,623.

On July 1, 2009, the City joined a health insurance consortium of eighteen member cities that participate in SLAIT's liability and worker's compensation insurance pool. By pooling with other municipalities for health insurance, the City has improved its buying power, eased its administrative burden and attempted to insulate itself from potentially high rate increases and large insurance claims. The City entered the health insurance pool for a minimum of three years with the option to renew at the end of the three years depending on the performance of the insurance pool and benefits to the City. The City pays monthly premiums (set at a pre-determined rate based on the pool's history of claims paid) to SLAIT for its health insurance coverage.

CITY OF DES PERES, MISSOURI

Notes to Basic Financial Statements (Continued)

SLAIT has stop-loss insurance for claims in excess of \$225,000 per claimant and an aggregate of 125% of expected annual losses. If contributions to the insurance pool produce a surplus, SLAIT

has the authority to determine how the surplus of funds will be appropriated. If there is a deficit, members of the program are subject to an assessment.

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.

In addition, to minimize the risk of sales tax interruption in the event of a natural disaster, fire or terrorism at the West County Shopping Center, Schnuck's Centre and Sam's Club, the City purchases commercial sales tax interruption insurance.

9. Obligations Under Operating Lease Agreements

The City leases equipment under certain operating lease agreements with terms in excess of one year. Total expenditures related to these leases were approximately \$92,145 for the year ended December 31, 2014. Annual aggregate lease payments remaining under the terms of the operating lease agreements as of December 31, 2014 are as follows:

| Years Ending December 31, | Amount |
|--------------------------------------|---------------|
| 2015 | \$ 72,181 |
| 2016 | 37,008 |
| 2017 | 31,924 |
| 2018 | 15,960 |
| 2019 | - |
| Total | \$ 157,073 |

10. Commitments and Contingencies

Litigation

The City generally follows the practice of recording liabilities resulting from claims and legal actions only when they become fixed and determinable in amount. Various suits and claims against the City are presently pending. It is management's opinion that any liability resulting from pending suits in excess of insurance coverage will not have a material effect on the financial statements of the City.

Federal Grants

Under the terms of federal grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to reimbursements to the grantor agencies. It is the opinion of management that such reimbursements, if any, will not have a material effect on the City's financial position.

CITY OF DES PERES, MISSOURI

Notes to Basic Financial Statements (Continued)

Contracts

In 2014, after a lengthy request for quote and proposal process and a detailed engineering and investment grade audit, The City entered into a Performance Agreement for Comfort with Trane (PACT) for a Guaranteed Energy Savings Contract not to exceed \$3,555,300. This energy project will bring each of our four municipal buildings up to 2015 energy standards with improvements to building insulation, pressurization and envelopes, implementation of web-based computerized energy control systems, installation of programmable thermostats, HVAC, Chiller and Pool Pak modifications and/or replacements, city-wide interior and exterior energy efficient lighting and lighting sensor technology enhancements and installation of energy efficient windows at City Hall. The City has been fiscally responsible, setting aside funds each year for future capital improvement projects such as this. Therefore, the City is able to pay for this project using a portion of the fund balance in the Capital fund. During 2014, the City made three installment payments toward this project totaling \$883,576. This total is included in the Construction In Progress additions total of the Capital Assets schedule in Note 3. The project is expected to be completed in September 2015.

11. Missouri Legislation

House Bill 103 amending Section 302.341.2 RSMo became effective on August 28, 2013. The amendments to the statute now require municipalities to report an accounting of the percent of annual general operating revenue from fines and court costs for traffic violations. The City acted conservatively by using an over-inclusive definition of “Fines and costs for traffic violations” that includes fines, court costs and other revenues pertaining to traffic violations which totaled \$323,553 for the fiscal year. “Annual general operating revenue of the city” is not defined in the amended statute and may or may not include various sources of the City’s revenues. The City used a restrictive definition of “general operating revenue”, excluding any revenues that are restricted for purpose. General operating revenue totaled \$9,371,177. The City’s fines and court costs for traffic violations are 3.45% of this total “annual general operating revenue”, which is substantially below the 30% threshold requirement of the amended statute. This clearly demonstrates at a minimum that the City in no way exceeded the percentage requirement.

| Revenue Source | Amount |
|---|---------------------|
| Sales Tax | \$ 5,638,890 |
| Utility Gross Receipts Tax | 1,216,374 |
| Intergovernmental | 338,466 |
| Licenses | 1,136,497 |
| Fees & Permits | 841,026 |
| Investment Income | 20,260 |
| Miscellaneous | 179,664 |
| Total General Operating Revenue | \$ 9,371,177 |
| Traffic fines, court costs, and other traffic collections | \$ 323,553 |
| Percent of General Revenues Listed | 3.45% |

12. Recent Accounting Pronouncements

The accounting principles governing the reported amounts, presentation and related disclosures are subject to change from time to time based on new pronouncements and/or rules issued by various governing bodies. The Government Accounting Standards Board (GASB) is responsible for establishing generally accepted accounting principles (GAAP) for state and local governments.

In June 2012, the GASB issued Statement No. 68 “Accounting and Reporting for Pensions”. The objective of this Statement is to revise and establish new financial reporting requirements for most governments that provide their employees with pension benefits. The requirements in Statement No. 68 are effective for periods beginning after June 15, 2014.

In November 2013, the GASB issued Statement No. 71 “Pension Transition for Contributions Made Subsequent to the Measurement Date – an Amendment of GASB Statement No. 68.” This Statement amends paragraph 137 of Statement No. 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. Statement No. 68, as amended, continues to require that beginning balances for other deferred outflows of resources and deferred inflows of resources related to pensions be reported at transition only if it is practical to determine all such amounts. The requirements in this Statement are effective simultaneously with the requirements of Statement No. 68 which is effective for periods beginning after June 15, 2014.

In February 2015, the GASB issued Statement No. 72 “Fair Value Measurement and Application”. The objective of this Statement is to enhance comparability of financial statements among governments by requiring measurement of certain assets and liabilities at fair value using a consistent and more detailed definition of fair value and accepted valuation techniques. This Statement establishes a hierarchy of inputs to valuation techniques used to measure fair value. That hierarchy has three levels. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities. Level 2 inputs are inputs—other than quoted prices—included within Level 1 that are observable for the asset or liability, either directly or indirectly. Finally, Level 3 inputs are unobservable inputs, such as management's assumption of the default rate among underlying mortgages of a mortgage-backed security. This Statement also requires disclosures to be made about fair value measurements, the level of fair value hierarchy, and valuation techniques. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2015.

The effects on the City’s financial statements as a result of the adoption of these new pronouncements are unknown.

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Required Supplementary Information

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CITY OF DES PERES, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
For The Year Ended December 31, 2014**

| | Budgeted Amounts | | Actual | Over (Under) Budget |
|---------------------------------------|--------------------|-----------------|--------------|------------------------|
| | Original Budget | Final Budget | | |
| Revenues | | | | |
| Sales Tax And Use Taxes | \$ 5,416,500 | \$ 5,416,500 | \$ 5,638,890 | \$ 222,390 |
| Utility Gross Receipts Tax | 1,160,000 | 1,160,000 | 1,216,374 | 56,374 |
| Intergovernmental | | | | |
| Gasoline tax | 232,000 | 232,000 | 216,776 | (15,224) |
| County road and bridge tax | 427,000 | 427,000 | 427,406 | 406 |
| Motor vehicle sales tax | 53,600 | 53,600 | 65,087 | 11,487 |
| Motor vehicle license fees | 32,500 | 32,500 | 35,292 | 2,792 |
| Cigarette tax | 22,200 | 22,200 | 21,311 | (889) |
| Total Intergovernmental | 767,300 | 767,300 | 765,872 | (1,428) |
| Licenses | | | | |
| Merchant and vending | 1,160,500 | 1,160,500 | 1,122,222 | (38,278) |
| Liquor | 15,000 | 15,000 | 14,275 | (725) |
| Total Licenses | 1,175,500 | 1,175,500 | 1,136,497 | (39,003) |
| Fees And Permits | | | | |
| Ambulance fees | 160,000 | 160,000 | 174,779 | 14,779 |
| Court fines | 450,000 | 450,000 | 430,281 | (19,719) |
| Building, occupancy, and sign permits | 115,000 | 115,000 | 212,536 | 97,536 |
| Zoning and public improvements fees | 6,500 | 6,500 | 3,970 | (2,530) |
| Board of adjustment fees | 2,500 | 2,500 | 2,550 | 50 |
| Fire permits | 20,000 | 20,000 | 16,910 | (3,090) |
| Total Fees And Permits | 754,000 | 754,000 | 841,026 | 87,026 |
| Investment Income | 30,000 | 30,000 | 20,260 | (9,740) |
| Donations and Grants | - | - | 12,773 | 12,773 |
| Miscellaneous | | | | |
| Contracts | 130,000 | 130,000 | 131,725 | 1,725 |
| Other | 28,200 | 28,200 | 47,939 | 19,739 |
| Total Miscellaneous | 158,200 | 158,200 | 179,664 | 21,464 |
| Total Revenues | 9,461,500 | 9,461,500 | 9,811,356 | 349,856 |

(continued)

CITY OF DES PERES, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
For The Year Ended December 31, 2014**

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Over (Under) Budget</u> |
|---------------------------------|----------------------------|-------------------------|------------------|--------------------------------|
| | <u>Original Budget</u> | <u>Final Budget</u> | | |
| Expenditures | | | | |
| General Government | | | | |
| Board and commissions: | | | | |
| Personnel services | 58,880 | 58,880 | 57,865 | (1,015) |
| Materials and supplies | 1,850 | 1,850 | 636 | (1,214) |
| Contractual services | 164,045 | 179,045 | 172,419 | (6,626) |
| Administration: | | | | |
| Personnel services | 347,655 | 347,655 | 339,054 | (8,601) |
| Materials and supplies | 2,500 | 2,500 | 1,828 | (672) |
| Contractual services | 22,565 | 28,565 | 18,532 | (10,033) |
| Law: | | | | |
| Personnel services | 193,025 | 193,025 | 179,626 | (13,399) |
| Materials and supplies | 505 | 505 | 346 | (159) |
| Contractual services | 87,760 | 87,760 | 76,590 | (11,170) |
| Finance: | | | | |
| Personnel services | 336,060 | 336,060 | 300,139 | (35,921) |
| Materials and supplies | 150 | 150 | 284 | 134 |
| Contractual services | 111,560 | 157,560 | 130,817 | (26,743) |
| Government center: | | | | |
| Personnel services | 131,750 | 131,750 | 85,494 | (46,256) |
| Materials and supplies | 30,650 | 30,650 | 23,385 | (7,265) |
| Contractual services | 267,865 | 278,165 | 257,216 | (20,949) |
| Total General Government | 1,756,820 | 1,834,120 | 1,644,231 | (189,889) |
| Public Safety | | | | |
| Personnel services | 5,266,770 | 5,353,395 | 5,192,966 | (160,429) |
| Materials and supplies | 169,850 | 169,850 | 161,284 | (8,566) |
| Contractual services | 550,335 | 565,335 | 500,808 | (64,527) |
| Total Public Safety | 5,986,955 | 6,088,580 | 5,855,058 | (233,522) |
| Public Works | | | | |
| Personnel services | 362,135 | 368,535 | 369,215 | 680 |
| Materials and supplies | 5,400 | 5,400 | 5,924 | 524 |
| Contractual services | 17,470 | 17,470 | 9,953 | (7,517) |
| Total Public Works | 385,005 | 391,405 | 385,092 | (6,313) |
| Streets | | | | |
| Personnel services | 634,575 | 666,075 | 644,288 | (21,787) |
| Materials and supplies | 202,180 | 239,680 | 197,435 | (42,245) |
| Contractual services | 97,365 | 99,865 | 90,012 | (9,853) |
| Total Streets | 934,120 | 1,005,620 | 931,735 | (73,885) |

(continued)

CITY OF DES PERES, MISSOURI
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
For The Year Ended December 31, 2014

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Over (Under)</u> <u>Budget</u> |
|---|----------------------------------|-------------------------------|---------------------|--------------------------------------|
| | <u>Original</u> <u>Budget</u> | <u>Final</u> <u>Budget</u> | | |
| Expenditures (Continued) | | | | |
| Parks And Recreation | | | | |
| Park Maintenance: | | | | |
| Personnel services | 550,435 | 550,435 | 523,000 | (27,435) |
| Materials and supplies | 77,955 | 77,955 | 89,127 | 11,172 |
| Contractual services | 87,710 | 87,710 | 93,434 | 5,724 |
| Total Parks And Recreation | 716,100 | 716,100 | 705,561 | (10,539) |
| Health - Contractual Services | 744,500 | 744,500 | 731,003 | (13,497) |
| Total Expenditures | 10,523,500 | 10,780,325 | 10,252,680 | (527,645) |
| Revenues Under Expenditures | (1,062,000) | (1,318,825) | (441,324) | 877,501 |
| Other Financing Sources (Uses) | | | | |
| Transfers in | 1,402,000 | 1,402,000 | 1,402,000 | - |
| Transfers out | - | (1,784,300) | (1,784,300) | - |
| Total Other Financing Sources (Uses) | 1,402,000 | (382,300) | (382,300) | - |
| Net Change In Fund Balance | \$ 340,000 | \$ (1,701,125) | (823,624) | \$ 877,501 |
| Fund Balance - Beginning Of Year | | | <u>6,826,034</u> | |
| Fund Balance - End Of Year | | | <u>\$ 6,002,410</u> | |

CITY OF DES PERES, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE -
SPECIAL ALLOCATION FUND - WEST COUNTY CENTER FUND
For The Year Ended December 31, 2014**

| | Budgeted Amounts | | Actual | Over (Under) Budget |
|---|------------------|----------------|------------|---------------------------|
| | Original | Final | | |
| Revenues | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Total Revenues | - | - | - | - |
| Expenditures | | | | |
| Current: | | | | |
| Payments to other taxing jurisdictions | 331,443 | 331,443 | - | (331,443) |
| Contractual services | - | 800,000 | 706,621 | (93,379) |
| Total Expenditures | 331,443 | 1,131,443 | 706,621 | (424,822) |
| Revenues Under Expenditures | (331,443) | (1,131,443) | (706,621) | 424,822 |
| Other Financing Uses | | | | |
| Transfers out | (331,443) | (406,443) | (75,000) | 331,443 |
| Net Change In Fund Balance | \$ (662,886) | \$ (1,537,886) | (781,621) | \$ 756,265 |
| Fund Balance - Beginning Of Year | | | 1,407,112 | |
| Fund Balance - End Of Year | | | \$ 625,491 | |

CITY OF DES PERES, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE -
PARK FUND**

For The Year Ended December 31, 2014

| | Budgeted Amounts | | Actual | Over (Under) Budget |
|---|-------------------|-----------------------|---------------------|---------------------------|
| | Original | Final | | |
| Revenues | | | | |
| Taxes | \$ 3,031,500 | \$ 3,031,500 | \$ 3,004,381 | \$ (27,119) |
| Fees and permits | 3,157,450 | 3,157,450 | 3,149,371 | (8,079) |
| Investment income | 30,000 | 30,000 | 11,842 | (18,158) |
| Donations and grants | 10,000 | 10,000 | 11,200 | 1,200 |
| Miscellaneous | 5,000 | 5,000 | 352 | (4,648) |
| Total Revenues | 6,233,950 | 6,233,950 | 6,177,146 | (56,804) |
| Expenditures | | | | |
| Current: | | | | |
| Parks and recreation | 4,083,115 | 4,126,465 | 3,619,902 | (506,563) |
| Revenues Over Expenditures | 2,150,835 | 2,107,485 | 2,557,244 | 449,759 |
| Other Financing Uses | | | | |
| Transfers out | (1,843,975) | (3,593,975) | (3,593,975) | - |
| Net Change In Fund Balance | \$ 306,860 | \$ (1,486,490) | (1,036,731) | \$ 449,759 |
| Fund Balance - Beginning Of Year | | | <u>3,978,890</u> | |
| Fund Balance - End Of Year | | | <u>\$ 2,942,159</u> | |

CITY OF DES PERES, MISSOURI
NOTES TO BUDGETARY COMPARISON INFORMATION
December 31, 2014

Budgets and Budgetary Accounting

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

- a. Prior to September 15, the City Administrator submits to the Board of Alderman 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 for all governmental fund types on a modified accrual basis of accounting.
- b. Following review by the Board of Alderman, public hearings are held on the budget in late November and early December.
- c. Prior to January 1, the budget is legally enacted by passage of salary ordinances and an adopting resolution.
- d. Transfers of budgeted amounts between departments within the same fund are made by the City Administrator and approved by the Board of Aldermen.
- e. Current year budget includes amendments. Although not required, amendments to the budget for changes of expenditures by object class are approved periodically throughout the year by the Board of Aldermen. Although not required by City Ordinance, City policy dictates that department appropriations may not be exceeded without supplemental appropriation or transfer. Expenditures may not legally exceed appropriations at the department level in the General Fund or at the fund level for all other funds as they are not departmentalized. At the end of the fiscal year, all unexpended appropriated balances lapse.

CITY OF DES PERES, MISSOURI
SCHEDULE OF FUNDING PROGRESS -
OTHER POST EMPLOYMENT BENEFIT PLAN
December 31, 2014

The following required supplementary information relates to the City's other post-employment benefits program.

| Fiscal Year | Actuarial Valuation Date | (a) Actuarial Value of Assets | (b) Actuarial Accrued Liability | (b-a) Unfunded Actuarial Accrued Liability (UAAL) | (a/b) Funded Ratio | (c) Covered Payroll | ((b-a)/c) UAAL as a Percentage of Covered Payroll |
|--------------------|---------------------------------|--|--|--|-------------------------------|--------------------------------|--|
| 2012 | 1/1/2012 | \$ - | \$ 72,650 | \$ 72,650 | 0.00% | \$ 6,197,498 | 1.17% |
| 2013 | 1/1/2012 | \$ - | \$ 72,650 | \$ 72,650 | 0.00% | \$ 6,528,855 | 1.11% |
| 2014 | 1/1/2012 | \$ - | \$ 72,650 | \$ 72,650 | 0.00% | \$ 6,485,382 | 1.12% |

Note: The results shown above are based on plan provisions and long-term assumptions and methods summarized in Note 6.

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Supplementary Information

**Combining and Individual Fund
Financial Statements and Schedules**

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NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

Sewer Lateral Fund - This fund is used to account for revenues to be used for repair and maintenance of sewer lateral systems.

Fire Sales Tax Fund - This fund is used to account for the 1/4% sales tax collected to support fire prevention and operations.

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CITY OF DES PERES, MISSOURI
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
December 31, 2014

| | Sewer Lateral Fund | Fire Sales Tax Fund | Total |
|--|-----------------------------------|------------------------------------|---------------------|
| Assets | | | |
| Cash and investments | \$ 199,906 | \$ 690,421 | \$ 890,327 |
| Receivables: | | | |
| Taxes | - | 321,504 | 321,504 |
| Interest | - | 752 | 752 |
| Other | 26,306 | - | 26,306 |
| Total Assets | \$ 226,212 | \$ 1,012,677 | \$ 1,238,889 |
| Liabilities and Fund Balances | | | |
| Liabilities | | | |
| Accounts payable | \$ 10,721 | - | \$ 10,721 |
| Fund Balances | | | |
| Restricted for: | | | |
| Sewer lateral program | 215,491 | - | 215,491 |
| Fire prevention and operations | - | 1,012,677 | 1,012,677 |
| Total Fund Balances | 215,491 | 1,012,677 | 1,228,168 |
| Total Liabilities and Fund Balances | \$ 226,212 | \$ 1,012,677 | \$ 1,238,889 |

CITY OF DES PERES, MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE -
NONMAJOR GOVERNMENTAL FUNDS
For The Year Ended December 31, 2014

| | <u>Special Revenue Funds</u> | | |
|---|------------------------------|---------------------|---------------------|
| | Sewer | | |
| | Lateral | Fire Sales | |
| | Fund | Tax Fund | Total |
| Revenues | | | |
| Taxes | \$ - | \$ 1,502,178 | \$ 1,502,178 |
| Investment income | - | 5,718 | 5,718 |
| Miscellaneous | 92,815 | - | 92,815 |
| Total Revenues | 92,815 | 1,507,896 | 1,600,711 |
| Expenditures | | | |
| Current: | | | |
| Public works | 65,767 | - | 65,767 |
| Revenues Over Expenditures | 27,048 | 1,507,896 | 1,534,944 |
| Other Financing Uses | | | |
| Transfers out | (15,000) | (1,406,500) | (1,421,500) |
| Net Change In Fund Balance | 12,048 | 101,396 | 113,444 |
| Fund Balance - Beginning Of Year | 203,443 | 911,281 | 1,114,724 |
| Fund Balance - End Of Year | \$ 215,491 | \$ 1,012,677 | \$ 1,228,168 |

CITY OF DES PERES, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE -
SEWER LATERAL FUND
For The Year Ended December 31, 2014**

| | Original And Final Budgeted Amounts | Actual | Over (Under) Budget |
|---|--|-------------------|------------------------------------|
| Revenues | | | |
| Miscellaneous | \$ 93,200 | \$ 92,815 | \$ (385) |
| Expenditures | | | |
| Current: | | | |
| Public works | 78,200 | 65,767 | (12,433) |
| Revenues Over Expenditures | 15,000 | 27,048 | 12,048 |
| Other Financing Uses | | | |
| Transfers out | (15,000) | (15,000) | - |
| Net Change In Fund Balance | <u>\$ -</u> | <u>12,048</u> | <u>\$ 12,048</u> |
| Fund Balance - Beginning Of Year | | <u>203,443</u> | |
| Fund Balance - End Of Year | | <u>\$ 215,491</u> | |

CITY OF DES PERES, MISSOURI
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE -
FIRE SALES TAX FUND
For The Year Ended December 31, 2014

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Over (Under) Budget</u> |
|---|-------------------------|-------------------|----------------------------|------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Taxes | \$ 1,516,000 | \$ 1,516,000 | \$ 1,502,178 | \$ (13,822) |
| Investment income | 7,500 | 7,500 | 5,718 | (1,782) |
| Total Revenues | 1,523,500 | 1,523,500 | 1,507,896 | (15,604) |
| Other Financing Uses | | | | |
| Transfers out | (1,406,500) | (1,406,500) | (1,406,500) | - |
| Net Change In Fund Balance | \$ 117,000 | \$ 117,000 | 101,396 | \$ (15,604) |
| Fund Balance - Beginning Of Year | | | <u>911,281</u> | |
| Fund Balance - End Of Year | | | <u><u>\$ 1,012,677</u></u> | |

MAJOR GOVERNMENTAL FUNDS - BUDGETARY INFORMATION

DEBT SERVICE FUND

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

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

CAPITAL PROJECTS FUND

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital assets and all other capital outlay.

Capital Improvements Fund – This fund is used to account for the accumulation of resources, primarily from a 1/2¢ capital improvement sales tax, for the acquisition or construction of major capital items.

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CITY OF DES PERES, MISSOURI
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - DEBT SERVICE FUND
For The Year Ended December 31, 2014

| | <u>Budgeted Amounts</u> | | Actual | Over (Under) Budget |
|---|-------------------------|--------------------|---------------------|---------------------------|
| | Original | Final | | |
| Revenues | | | | |
| Investment income | \$ 2,000 | \$ 2,000 | \$ 5,711 | \$ 3,711 |
| Total Revenues | 2,000 | 2,000 | 5,711 | 3,711 |
| Expenditures | | | | |
| Debt service: | | | | |
| Principal retirement | 1,530,000 | 1,530,000 | 1,530,000 | - |
| Interest and fiscal charges | 306,725 | 306,725 | 300,287 | (6,438) |
| Total Expenditures | 1,836,725 | 1,836,725 | 1,830,287 | (6,438) |
| Revenues Under Expenditures | (1,834,725) | (1,834,725) | (1,824,576) | 10,149 |
| Other Financing Sources | | | | |
| Transfers in | 1,836,725 | 1,836,725 | 1,836,725 | - |
| Net Change In Fund Balance | \$ 2,000 | \$ 2,000 | 12,149 | \$ 10,149 |
| Fund Balance - Beginning Of Year | | | <u>1,166,869</u> | |
| Fund Balance - End Of Year | | | <u>\$ 1,179,018</u> | |

CITY OF DES PERES, MISSOURI

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
CAPITAL PROJECTS - CAPITAL IMPROVEMENTS FUND
For The Year Ended December 31, 2014**

| | Budgeted Amounts | | Actual | Over (Under) Budget |
|---|------------------|---------------------|---------------------|---------------------------|
| | Original | Final | | |
| Revenues | | | | |
| Taxes | \$ 2,582,000 | \$ 2,582,000 | \$ 2,553,725 | \$ (28,275) |
| Investment income | 10,000 | 10,000 | 14,474 | 4,474 |
| Grants | 722,200 | 522,200 | 429,833 | (92,367) |
| Miscellaneous | 1,000 | 1,000 | 311,809 | 310,809 |
| Total Revenues | 3,315,200 | 3,115,200 | 3,309,841 | 194,641 |
| Expenditures | | | | |
| Capital outlay: | | | | |
| General government | 291,500 | 1,276,075 | 1,190,012 | (86,063) |
| Public safety | 326,700 | 462,700 | 334,383 | (128,317) |
| Public works | 18,000 | 24,000 | 11,022 | (12,978) |
| Streets | 1,529,000 | 1,587,500 | 1,438,791 | (148,709) |
| Parks and recreation | 1,461,005 | 1,342,505 | 953,421 | (389,084) |
| Total Expenditures | 3,626,205 | 4,692,780 | 3,927,629 | (765,151) |
| Revenues Under Expenditures | (311,005) | (1,577,580) | (617,788) | 959,792 |
| Other Financing Sources (Uses) | | | | |
| Transfers in | 365,443 | 3,974,743 | 3,643,300 | (331,443) |
| Transfers out | (7,250) | (7,250) | (7,250) | - |
| Proceeds from disposal of assets | 15,000 | 15,000 | 6,054 | (8,946) |
| Total Other Financing Sources (Uses) | 373,193 | 3,982,493 | 3,642,104 | (340,389) |
| Net Change In Fund Balance | \$ 62,188 | \$ 2,404,913 | 3,024,316 | \$ 619,403 |
| Fund Balance - Beginning Of Year | | | <u>3,085,785</u> | |
| Fund Balance - End Of Year | | | <u>\$ 6,110,101</u> | |

CITY OF DES PERES, MISSOURI

**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUND -
MUNICIPAL PARTNERS FOR INCLUSIVE RECREATION**

For The Year Ended December 31, 2014

| | Balance | | | Balance | | |
|--------------------------|------------------------|-------------------|-------------------|--------------------------|--|--|
| | January 1, 2014 | Additions | Deductions | December 31, 2014 | | |
| Assets | | | | | | |
| Cash | \$ 28,733 | \$ 89,920 | \$ 91,997 | \$ 26,656 | | |
| Total Assets | <u>\$ 28,733</u> | <u>\$ 89,920</u> | <u>\$ 91,997</u> | <u>\$ 26,656</u> | | |
| | | | | | | |
| Liabilities | | | | | | |
| Accounts payable | \$ - | \$ 91,997 | \$ 91,997 | \$ - | | |
| Held for others - MPIR | 28,733 | 89,920 | 91,997 | 26,656 | | |
| Total Liabilities | <u>\$ 28,733</u> | <u>\$ 181,917</u> | <u>\$ 183,994</u> | <u>\$ 26,656</u> | | |

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Statistical Section

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Statistical Section

This part of the City’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City’s overall financial health.

Contents

| | |
|--|----------------|
| Financial Trends | 57 - 60 |
| These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time. | |
| Revenue Capacity..... | 61 - 64 |
| These schedules contain information to help the reader assess the City’s most significant local revenue sources. | |
| Debt Capacity | 65 - 69 |
| These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future. | |
| Demographic and Economic Information | 70 - 71 |
| These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place. | |
| Operating Information | 72 - 74 |
| These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs. | |

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CITY OF DES PERES, MISSOURI
NET POSITION BY COMPONENT⁽¹⁾⁽²⁾⁽³⁾
LAST TEN FISCAL YEARS

| | Year Ended December 31, | | | | | | | | | |
|--------------------------|-------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 |
| Governmental activities: | | | | | | | | | | |
| Net investment in | | | | | | | | | | |
| capital assets | \$ 14,558,055 | \$ 15,239,229 | \$ 17,504,073 | \$ 19,516,558 | \$ 21,809,374 | \$ 23,688,003 | \$ 25,893,071 | \$ 28,572,988 | \$ 30,084,309 | \$ 34,518,469 |
| Restricted | 11,345,400 | 12,232,047 | 12,384,897 | 12,284,976 | 13,986,792 | 16,915,318 | 16,786,137 | 11,346,853 | 5,289,331 | 4,898,245 |
| Unrestricted | (31,880,266) | (27,427,163) | (23,323,217) | (19,861,642) | (16,152,394) | (12,129,949) | (5,422,204) | 2,792,787 | 11,929,173 | 12,895,779 |
| | \$ (5,976,811) | \$ 44,113 | \$ 6,565,753 | \$ 11,939,892 | \$ 19,643,772 | \$ 28,473,372 | \$ 37,257,004 | \$ 42,712,628 | \$ 47,302,813 | \$ 52,312,493 |

Note:

- (1) GASB Statement 34 was implemented in 2004.
- (2) GASB Statement 63 was implemented in 2012.
- (3) GASB Statement 65 was implemented in 2013.

Source: Basic financial statements

CITY OF DES PERES, MISSOURI
CHANGES IN NET POSITION⁽¹⁾⁽²⁾⁽³⁾
LAST TEN FISCAL YEARS

| | Year Ended December 31, | | | | | | | | | |
|---|-------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 |
| EXPENSES | | | | | | | | | | |
| Primary Government | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| General government | \$ 1,146,285 | \$ 1,382,122 | \$ 1,697,363 | \$ 1,764,014 | \$ 1,808,969 | \$ 1,713,251 | \$ 2,630,621 | \$ 2,798,859 | \$ 1,713,251 | \$ 1,891,775 |
| Public safety | 4,509,420 | 4,679,762 | 4,914,165 | 5,395,427 | 5,212,814 | 5,929,463 | 5,670,664 | 5,782,299 | 5,929,463 | 6,158,847 |
| Public works | 314,942 | 323,408 | 367,052 | 379,058 | 395,708 | 502,917 | 484,431 | 510,521 | 502,917 | 452,595 |
| Streets | 985,048 | 895,483 | 1,026,139 | 1,104,558 | 1,109,000 | 1,388,533 | 1,135,172 | 1,241,021 | 1,388,533 | 1,164,129 |
| Parks and recreation | 4,114,178 | 4,380,856 | 4,458,609 | 4,855,252 | 4,563,981 | 5,193,756 | 4,924,610 | 5,001,826 | 5,193,756 | 5,259,585 |
| Health | 516,770 | 527,638 | 539,531 | 607,080 | 637,706 | 710,076 | 693,659 | 689,580 | 710,076 | 736,317 |
| Interest on long-term debt | 3,397,957 | 3,400,120 | 3,499,618 | 3,308,578 | 2,708,747 | 295,370 | 1,449,725 | 1,032,522 | 295,370 | 231,837 |
| Total primary government expenses | 14,984,600 | 15,589,389 | 16,502,477 | 17,413,967 | 16,436,925 | 15,733,366 | 16,988,882 | 17,056,628 | 15,733,366 | 15,895,085 |
| PROGRAM REVENUES | | | | | | | | | | |
| Primary Government | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Charges for services: | | | | | | | | | | |
| General government | 1,068,426 | 907,564 | 1,276,262 | 1,343,209 | 1,446,759 | 1,292,514 | 1,260,220 | 1,296,357 | 1,292,514 | 1,274,253 |
| Public safety | 130,628 | 412,619 | 443,325 | 524,315 | 475,010 | 617,157 | 538,883 | 534,683 | 617,157 | 624,695 |
| Public works | 172,170 | 235,004 | 209,133 | 253,387 | 95,587 | 394,882 | 260,284 | 232,282 | 394,882 | 294,558 |
| Parks and recreation | 2,593,144 | 2,929,021 | 3,052,916 | 3,056,027 | 2,935,414 | 3,216,668 | 3,233,864 | 3,217,928 | 3,216,668 | 3,149,429 |
| Operating grants and contributions | 690,972 | 771,644 | 69,574 | - | - | 765,530 | 753,591 | 712,205 | 765,530 | 768,239 |
| Capital grants and contributions | 232,515 | 47,506 | 13,530 | 9,696 | 596,660 | 123,955 | 463,468 | 794,835 | 123,955 | 433,851 |
| Total primary government program revenues | 4,887,855 | 5,303,358 | 5,064,740 | 5,186,634 | 5,549,430 | 6,410,706 | 6,510,310 | 6,788,290 | 6,410,706 | 6,545,025 |
| Net Revenue (Expenses) | (10,096,745) | (10,286,031) | (11,437,737) | (12,227,333) | (10,887,495) | (9,322,660) | (10,478,572) | (10,268,338) | (9,322,660) | (9,350,060) |
| General Revenues and Other Changes in Net Position | | | | | | | | | | |
| Primary Government | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Taxes: | | | | | | | | | | |
| Sales tax | 12,118,497 | 12,409,770 | 12,765,520 | 12,808,569 | 13,372,985 | 12,415,908 | 9,655,565 | 10,204,911 | 12,415,908 | 12,699,174 |
| Tax increment financing | 2,341,435 | 2,387,945 | 2,654,304 | 2,185,897 | 2,513,350 | - | 7,952,159 | 4,299,579 | - | - |
| Utility tax | 846,295 | 870,934 | 1,063,243 | 1,274,473 | 1,309,723 | 1,270,881 | 1,238,183 | 1,159,484 | 1,270,881 | 1,216,374 |
| Investment income | 305,596 | 435,196 | 804,368 | 601,493 | 346,463 | 50,054 | 218,152 | 100,961 | 50,054 | 58,005 |
| Miscellaneous | 83,895 | 203,110 | 671,942 | 731,040 | 589,008 | 176,002 | 198,145 | 172,423 | 176,002 | 386,187 |
| Total primary government | 15,695,718 | 16,306,955 | 17,959,377 | 17,601,472 | 18,131,529 | 13,912,845 | 19,262,204 | 15,937,358 | 13,912,845 | 14,359,740 |
| Change in Net Position | \$ 5,598,973 | \$ 6,020,924 | \$ 6,521,640 | \$ 5,374,139 | \$ 7,244,034 | \$ 4,590,185 | \$ 8,783,632 | \$ 5,669,020 | \$ 4,590,185 | \$ 5,009,680 |

Notes:

(1) GASB Statement 34 was implemented in 2004.

(2) GASB Statement 63 was implemented in 2012.

(3) GASB Statement 65 was implemented in 2013.

Source: Basic financial statements

CITY OF DES PERES, MISSOURI
FUND BALANCES, GOVERNMENTAL FUNDS^{(1)(2) (3) (4)}
LAST TEN FISCAL YEARS

| | Year Ended December 31, | | | | | | | | | |
|---|-------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 |
| General Fund | | | | | | | | | | |
| Reserved | \$ 210,938 | \$ 250,145 | \$ 132,109 | \$ 76,944 | \$ 84,550 | \$ 68,314 | \$ - | \$ - | \$ - | \$ - |
| Unreserved | 3,001,730 | 4,261,995 | 4,751,694 | 4,758,774 | 5,099,914 | 5,150,235 | - | - | - | - |
| Nonspendable | - | - | - | - | - | - | 214,089 | 234,915 | 235,235 | 288,368 |
| Unassigned | - | - | - | - | - | - | 5,454,828 | 5,466,972 | 6,590,799 | 5,714,042 |
| Total General Fund | \$ 3,212,668 | \$ 4,512,140 | \$ 4,883,803 | \$ 4,835,718 | \$ 5,184,464 | \$ 5,218,549 | \$ 5,668,917 | \$ 5,701,887 | \$ 6,826,034 | \$ 6,002,410 |
| All other governmental funds: | | | | | | | | | | |
| Reserved | \$ 6,182,260 | \$ 6,915,068 | \$ 6,853,727 | \$ 7,685,690 | \$ 7,144,263 | \$ 7,757,319 | \$ - | \$ - | \$ - | \$ - |
| Unreserved, reported in: | | | | | | | | | | |
| Special revenue ⁽¹⁾ | 5,188,927 | 6,044,823 | 7,326,493 | 7,456,962 | 8,691,022 | 9,838,687 | - | - | - | - |
| Capital project | 1,866,573 | 2,044,652 | 1,609,204 | 978,202 | 1,935,598 | 2,358,723 | - | - | - | - |
| Debt service ⁽²⁾ | - | - | - | - | - | 263,962 | - | - | - | - |
| Restricted For: | | | | | | | | | | |
| Capital projects | - | - | - | - | - | - | 1,977,850 | 2,224,468 | 2,767,495 | 3,044,586 |
| Sewer lateral repair program | - | - | - | - | - | - | 219,370 | 214,090 | 203,443 | 215,491 |
| Fire prevention and operations | - | - | - | - | - | - | 1,069,692 | 950,456 | 911,281 | 1,012,677 |
| TIF projects and debt obligations | - | - | - | - | - | - | 13,663,876 | 8,066,683 | 1,407,112 | 625,491 |
| Committed For: | | | | | | | | | | |
| Energy savings project | - | - | - | - | - | - | - | - | - | 2,671,724 |
| Infrastructure | - | - | - | - | - | - | 211,379 | 235,897 | 294,256 | 369,757 |
| Tree replacement | - | - | - | - | - | - | 24,034 | 24,034 | 24,034 | 24,034 |
| Assigned, reported in: | | | | | | | | | | |
| Parks and recreation | - | - | - | - | - | - | 2,727,801 | 3,312,659 | 3,680,652 | 2,641,721 |
| Lodge equipment | - | - | - | - | - | - | 214,560 | 214,560 | 298,238 | 300,438 |
| Debt service | - | - | - | - | - | - | 572,308 | 269,727 | 1,166,869 | 1,179,018 |
| Total All Other Governmental Funds | \$ 13,237,760 | \$ 15,004,543 | \$ 15,789,424 | \$ 16,120,854 | \$ 17,770,883 | \$ 20,218,691 | \$ 20,680,870 | \$ 15,512,574 | \$ 10,753,380 | \$ 12,084,937 |

Notes:

(1) Moved Special Allocation Fund - West County Center Fund to Reserved in 2005.

(2) Moved Debt Service Fund to Unreserved in 2010.

(3) GASB 54 implemented in 2011 .

(4) GASB 65 implemented in 2013.

Source: Basic financial statements

CITY OF DES PERES, MISSOURI
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS

| | Year Ended December 31, | | | | | | | | | |
|--|-------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 |
| Revenues | | | | | | | | | | |
| Taxes | \$ 14,479,073 | \$ 14,797,715 | \$ 15,419,824 | \$ 14,994,465 | \$ 15,886,335 | \$ 17,128,517 | \$ 17,582,735 | \$ 14,481,386 | \$ 12,415,908 | \$ 12,699,174 |
| Utility gross receipts tax | 827,155 | 870,934 | 1,063,243 | 1,274,473 | 1,309,723 | 1,229,544 | 1,263,174 | 1,182,587 | 1,270,881 | 1,216,374 |
| Intergovernmental | 679,330 | 780,093 | 767,063 | 752,707 | 725,401 | 726,853 | 1,201,306 | 1,494,942 | 871,589 | 1,195,705 |
| Licenses | 785,183 | 875,658 | 952,523 | 984,522 | 998,816 | 1,055,107 | 1,122,974 | 1,169,840 | 1,162,291 | 1,136,497 |
| Fees and permits | 2,692,768 | 3,069,866 | 3,168,336 | 3,309,414 | 3,031,001 | 3,725,160 | 3,977,334 | 3,896,103 | 4,170,087 | 3,990,397 |
| Investment income | 305,596 | 435,196 | 804,368 | 601,494 | 346,463 | 478,186 | 218,151 | 100,961 | 50,054 | 58,005 |
| Miscellaneous | 814,467 | 780,851 | 848,760 | 871,031 | 1,383,220 | 853,819 | 406,843 | 399,829 | 382,741 | 608,613 |
| Total Revenues | 20,583,572 | 21,610,313 | 23,024,117 | 22,788,106 | 23,680,959 | 25,197,186 | 25,772,517 | 22,725,648 | 20,323,551 | 20,904,765 |
| Expenditures | | | | | | | | | | |
| Current: | | | | | | | | | | |
| General government | 1,017,396 | 1,063,361 | 1,207,845 | 1,175,684 | 1,227,046 | 2,015,405 | 2,432,683 | 2,618,577 | 1,559,517 | 1,644,231 |
| Public safety | 4,287,293 | 4,458,351 | 4,711,803 | 4,931,472 | 5,001,690 | 5,146,973 | 5,319,019 | 5,493,858 | 5,613,979 | 5,855,058 |
| Public works | 309,242 | 323,408 | 367,052 | 379,058 | 395,708 | 396,190 | 428,177 | 510,521 | 468,306 | 450,859 |
| Streets | 584,876 | 594,400 | 713,339 | 770,624 | 766,156 | 798,893 | 815,524 | 820,948 | 864,933 | 931,735 |
| Parks and recreation | 3,303,788 | 3,619,151 | 3,735,649 | 3,924,021 | 3,935,233 | 3,958,543 | 4,057,072 | 4,187,064 | 4,292,621 | 4,325,463 |
| Health | 516,770 | 527,638 | 539,531 | 607,080 | 637,706 | 668,964 | 669,611 | 689,580 | 710,076 | 731,003 |
| Capital outlay | 1,391,835 | 1,887,317 | 1,841,814 | 2,185,996 | 1,775,059 | 2,146,280 | 2,597,147 | 2,931,379 | 2,054,956 | 4,634,250 |
| Debt service: | | | | | | | | | | |
| Principal retirement | 2,170,000 | 2,675,000 | 5,225,000 | 5,160,000 | 4,445,000 | 5,780,000 | 7,080,000 | 9,480,000 | 7,980,000 | 1,530,000 |
| Interest and fiscal charges | 3,463,755 | 3,395,432 | 3,525,540 | 3,370,826 | 2,775,708 | 1,839,837 | 1,476,471 | 1,146,050 | 446,276 | 300,287 |
| Bond issuance costs | 339,905 | - | - | - | 79,521 | 72,357 | - | - | 60,299 | - |
| Total Expenditures | 17,384,860 | 18,544,058 | 21,867,573 | 22,504,761 | 21,038,827 | 22,823,442 | 24,875,704 | 27,877,977 | 24,050,963 | 20,402,886 |
| Revenues Over (Under) Expenditures | 3,198,712 | 3,066,255 | 1,156,544 | 283,345 | 2,642,132 | 2,373,744 | 896,813 | (5,152,329) | (3,727,412) | 501,879 |
| Other Financing Sources (Uses) | | | | | | | | | | |
| Transfers in | 1,971,098 | 2,495,874 | 4,351,150 | 4,112,575 | 3,123,950 | 3,391,580 | 3,436,895 | 2,967,250 | 4,310,315 | 6,882,025 |
| Transfers out | (1,971,098) | (2,495,874) | (4,351,150) | (4,112,575) | (3,123,950) | (3,391,580) | (3,436,895) | (2,967,250) | (4,310,315) | (6,882,025) |
| Proceeds from disposal of assets | - | - | - | - | - | 18,376 | 15,737 | 17,000 | 56,533 | 6,054 |
| Premium from refunding debt | 586,898 | - | - | - | 122,062 | 184,773 | - | - | 548,178 | - |
| Issuance of refunding debt | 14,555,000 | - | - | - | 3,735,000 | 6,170,000 | - | - | 5,025,000 | - |
| Payments to refunding escrow agent | (14,801,993) | - | - | - | (4,500,419) | (6,265,000) | - | - | (5,537,346) | - |
| Total Other Financing Sources (Uses) | 339,905 | - | - | - | (643,357) | 108,149 | 15,737 | 17,000 | 92,365 | 6,054 |
| Net Change In Fund Balances | 3,538,617 | 3,066,255 | 1,156,544 | 283,345 | 1,998,775 | 2,481,893 | 912,550 | (5,135,329) | (3,635,047) | 507,933 |
| Fund Balances - Beginning Of Year | 12,911,811 | 16,450,428 | 19,516,683 | 20,673,227 | 20,956,572 | 22,955,347 | 25,437,240 | 26,349,790 | 21,214,461 | 17,579,414 |
| Fund Balances - End Of Year | \$ 16,450,428 | \$ 19,516,683 | \$ 20,673,227 | \$ 20,956,572 | \$ 22,955,347 | \$ 25,437,240 | \$ 26,349,790 | \$ 21,214,461 | \$ 17,579,414 | \$ 18,087,347 |
| Debt Service As A Percentage Of Noncapital Expenditures | | | | | | | | | | |
| | 35.1% | 35.9% | 42.9% | 41.2% | 36.6% | 36.3% | 37.6% | 42.1% | 37.6% | 11.5% |

Source: Basic financial statements

CITY OF DES PERES, MISSOURI
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

| Fiscal Year | Real Property | | | Personal Property | Railroad And Utilities | Total Taxable Assessed Value | Estimated Actual Value | Total Direct Tax Rate ⁽²⁾ |
|----------------------|----------------------|---------------------|-----------------------|-------------------|------------------------|------------------------------|------------------------|--------------------------------------|
| | Residential Property | Commercial Property | Agricultural Property | | | | | |
| 2005* ⁽¹⁾ | 189,312,979 | 112,957,590 | 180,690 | 52,759,591 | - | 355,210,850 | 1,509,319,529 | - |
| 2006 | 189,249,130 | 112,752,310 | 172,970 | 51,716,400 | - | 353,890,810 | 1,505,144,944 | - |
| 2007* | 229,495,930 | 129,271,790 | 195,010 | 51,297,530 | - | 410,260,260 | 1,767,519,380 | - |
| 2008 | 231,827,150 | 131,565,860 | 195,010 | 47,612,880 | - | 411,200,900 | 1,775,892,913 | - |
| 2009* | 216,132,090 | 131,934,887 | 230,720 | 44,888,328 | - | 393,186,025 | 1,686,556,289 | - |
| 2010 | 219,394,360 | 141,047,477 | 230,720 | 42,741,871 | - | 403,414,428 | 1,725,757,158 | - |
| 2011 * | 213,743,650 | 144,475,502 | 222,550 | 41,230,036 | - | 399,671,738 | 1,702,121,028 | - |
| 2012 | 213,890,040 | 144,160,760 | 222,550 | 41,447,693 | - | 399,721,043 | 1,702,561,558 | - |
| 2013* | 211,610,690 | 150,171,804 | 46,370 | 43,435,486 | - | 405,264,350 | 1,713,850,674 | - |
| 2014 | 214,597,770 | 150,093,659 | 48,350 | 44,977,321 | - | 409,717,100 | 1,733,974,578 | - |

Notes:

* Reassessment years

Assessments are determined by the Assessor of St. Louis County. Property is assessed as of January 1.

Assessments are based on a percentage of estimated actual values. Real property is classified as residential, commercial or agricultural.

Residential property is assessed at 19%, commercial is assessed at 32%, and agricultural is assessed at 12%. All railroad and utility property is assessed at 32%. All personal property is assessed at 33-1/3%.

(1) Starting in 2005, St. Louis County included railroad and utility figures in real estate and personal property.

(2) For twenty consecutive years, the City has maintained the real estate tax rate at \$0.00.

Source: St. Louis County Assessor

CITY OF DES PERES, MISSOURI
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS

| | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 |
|---|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| City of Des Peres, Missouri ⁽¹⁾ | \$ 0.000 | \$ 0.000 | \$ 0.000 | \$ 0.000 | \$ 0.000 | \$ 0.000 | \$ 0.000 | \$ 0.000 | \$ 0.000 | \$ 0.000 |
| Overlapping governments: | | | | | | | | | | |
| State of Missouri | 0.0300 | 0.0300 | 0.0300 | 0.0300 | 0.0300 | 0.0300 | 0.0300 | 0.0300 | 0.0300 | 0.0300 |
| St. Louis County | 0.5580 | 0.5580 | 0.5580 | 0.5580 | 0.5230 | 0.5230 | 0.5230 | 0.5230 | 0.5230 | 0.5230 |
| Special School District | 0.8399 | 0.8235 | 0.9084 | 0.9184 | 0.9384 | 0.9950 | 1.0125 | 1.0123 | 1.2400 | 1.2609 |
| St. Louis Community College | 0.2231 | 0.2233 | 0.2003 | 0.2013 | 0.2136 | 0.2179 | 0.2200 | 0.2200 | 0.2200 | 0.2200 |
| St. Louis County Library | 0.1500 | 0.1400 | 0.1400 | 0.1400 | 0.1400 | 0.1565 | 0.1630 | 0.1730 | 0.2500 | 0.2500 |
| Metro Sewer District | 0.0686 | 0.0687 | 0.0667 | - | - | 0.0790 | 0.0818 | 0.0635 | 0.0874 | 0.0879 |
| Metro Sewer District Extension | 0.0186 | 0.0187 | 0.0167 | - | - | 0.0180 | 0.0185 | 0.0186 | 0.0196 | 0.0197 |
| Sugar Creek Subdistrict | 0.0600 | 0.0610 | 0.0520 | - | - | 0.0580 | 0.0590 | 0.0590 | 0.0550 | 0.0550 |
| Deer Creek Subdistrict | 0.0600 | - | - | - | - | - | - | - | - | - |
| Meramec River Basin Subdistrict | 0.0700 | 0.0700 | 0.0700 | - | - | - | - | - | - | - |
| Metropolitan Zoological Park | 0.2654 | 0.2611 | 0.2300 | 0.2344 | 0.2493 | 0.2546 | 0.2671 | 0.2684 | 0.2797 | 0.2797 |
| Sheltered Workshop | 0.0850 | 0.0820 | 0.0700 | 0.0690 | 0.0740 | 0.0790 | 0.0840 | 0.0840 | 0.0890 | 0.0900 |
| Total Overlapping Governments | 2.4286 | 2.3363 | 2.3421 | 2.1511 | 2.1683 | 2.4110 | 2.4589 | 2.4518 | 2.7937 | 2.8162 |
| Total City And Overlapping Governments | \$ 2.4286 | \$ 2.3363 | \$ 2.3421 | \$ 2.1511 | \$ 2.1683 | \$ 2.4110 | \$ 2.4589 | \$ 2.4518 | \$ 2.7937 | \$ 2.8162 |
| School districts: | | | | | | | | | | |
| Kirkwood | 3.7144 | 4.1525 | 3.9895 | 3.9219 | 4.0842 | 4.1869 | 4.2878 | 4.2841 | 4.2546 | 4.2524 |
| Parkway | 3.4534 | 3.7079 | 3.2300 | 3.2300 | 3.4100 | 3.5672 | 3.6761 | 3.9361 | 4.0743 | 4.0743 |

Note:

(1) For twenty consecutive years, the City has maintained the real estate tax rate at \$0.00.

Source: St. Louis County Assessor

CITY OF DES PERES, MISSOURI
PRINCIPAL PROPERTY TAX PAYERS⁽¹⁾
CURRENT YEAR AND NINE YEARS AGO

| Taxpayer | 2014 | | | 2005 | | |
|---|--------------------------|------|---|--------------------------|------|---|
| | Total Assessed Value (2) | Rank | Percentage Of Total City Taxable Assessed Value | Total Assessed Value (3) | Rank | Percentage Of Total City Taxable Assessed Value |
| West County Center LLC | \$ 32,702,910 | 1 | 7.98% | \$29,304,895 | 1 | 8.25% |
| AT&T (Formerly Southwestern Bell Telephone) | 8,146,940 | 2 | 1.99% | - | | - |
| Des Peres Hospital - Tenet Health Systems | 7,522,080 | 3 | 1.84% | 6,891,090 | 4 | 1.94% |
| TC Des Peres Corners LLC | 5,224,520 | 4 | 1.28% | - | | - |
| Macy's (May) Department Stores | 4,944,000 | 5 | 1.21% | 8,063,286 | 3 | 2.27% |
| Duke Realty Investment Inc. | 4,544,000 | 6 | 1.11% | 5,257,121 | 5 | 1.48% |
| Dierberg's Fifty LLC | 4,384,510 | 7 | 1.07% | - | | - |
| Corporate Property Investors | 3,556,190 | 8 | 0.87% | 3,481,066 | 8 | 0.98% |
| Altus Group US Inc. | 3,365,270 | 9 | 0.82% | - | | - |
| Wal-Mart Properties | 3,278,910 | 10 | 0.80% | 2,770,645 | 10 | 0.78% |
| DDR Realty and Maryland Holding Inc. | - | | - | 3,481,066 | 9 | 0.98% |
| EDJ Leasing Company (4) | - | | - | 19,891,808 | 2 | 5.60% |
| Land Dynamics Inc. | - | | - | 4,653,262 | 6 | 1.31% |
| Southwest Bank of St Louis | - | | - | 3,942,840 | 7 | 1.11% |

Notes:

- (1) These entities represent property owners with the largest assessed value only, since the City has maintained the property tax rate of \$0.00 for the last twenty years
- (2) Based on 2014 assessed valuation equal to \$409,717,100
- (3) Based on 2005 assessed valuation equal to \$355,210,850
- (4) The Edward D. Jones & Co. headquarters facility located in the City is listed in the St. Louis County real estate records as owned by St. Louis County because of a tax abatement approved in 2008 and beginning in 2010.

Source: Office of the St. Louis County Assessor

CITY OF DES PERES, MISSOURI

SALES TAX COLLECTED ⁽¹⁾

LAST TEN FISCAL YEARS

| Fiscal Year | General Fund 1.25% July 1, 1971 | Capital Improvement Fund 0.50% April 1, 1995 | Park Fund 0.50% January 1, 2001 | Sales Tax Fire Fund (2) 0.25% April 1, 2004 | Total |
|--------------------|--|---|--|--|--------------|
| 2005 | 3,950,701 | 2,067,118 | 2,029,244 | 1,019,071 | 9,066,134 |
| 2006 | 3,783,995 | 1,979,044 | 2,049,276 | 1,033,241 | 8,845,556 |
| 2007 | 3,941,409 | 2,071,962 | 2,160,057 | 1,079,838 | 9,253,266 |
| 2008 | 3,797,718 | 1,939,759 | 2,038,706 | 1,019,412 | 8,795,595 |
| 2009 | 3,828,612 | 1,943,847 | 2,023,129 | 1,011,564 | 8,807,152 |
| 2010 | 3,939,239 | 2,066,018 | 2,093,855 | 1,046,922 | 9,146,034 |
| 2011 | 3,847,275 | 1,978,054 | 2,163,788 | 1,081,896 | 9,071,013 |
| 2012 | 4,041,279 | 2,155,753 | 2,361,206 | 1,180,460 | 9,738,698 |
| 2013 | 4,805,531 | 2,535,302 | 2,982,377 | 1,491,356 | 11,814,566 |
| 2014 | 4,857,970 | 2,553,725 | 3,004,381 | 1,502,178 | 11,918,254 |

(1) All revenues are reported net of any costs of collection, sharing, or allocation for TIF.

(2) Des Peres voters approved a new .25% sales tax for fire purposes effective April 1, 2004.

NOTES:

In 1997, the City created a Tax Increment Finance District which provides for diverting 50% of any incremental sales above the 1996 taxes generated by the shopping center to the Special Allocation Fund until all TIF Notes have been retired. All Notes were retired in January of 2013.

Because of the significance of sales tax as a major part of City revenues and due to its concentration in a small area, the City has chosen to insure its sales tax revenue stream at certain shopping centers against loss due to fire, act of terrorism or natural disaster. The policy insures revenues for a 12-month period with a \$10,000 deductible, for all perils except for floods and earthquakes in which case the deductible is \$100,000.

The City is home to the West County Mall, a 1.2 million square foot regional shopping center featuring four anchor stores - Macy's, Nordstroms, JC Penney and Dick's Sporting Goods. The redevelopment of the shopping center together with the existing authority to level local option sales taxes at a rate of up to 2.5%, has well-positioned the City financially for years to come. In addition to the regional mall, the City is fortunate to enjoy a concentration of other commercial centers to provide additional local retail and service opportunities within the community, including Colonnade Center, Des Peres Commons, Des Peres Pointe, Des Peres Square, Olympic Oaks Village, Sam's Club and Schnuck's Shopping Center.

As set out in Section 32.057 of the Missouri Revised Statutes, it is a violation to make known in any manner the tax returns or departmental records derived from the Missouri Department of Revenue. Due to the confidentiality of earnings information, the above alternative information is provided to assist the users in understanding this revenue source.

Source: City Finance Department

CITY OF DES PERES, MISSOURI
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

| Fiscal Year | Governmental Activities | | | Total Primary Government | Percentage Of Personal Income | Per Capita |
|-------------|---------------------------------------|--|---|--------------------------|-------------------------------|------------|
| | General Obligation Bonds (4)(6)(7) | Tax Increment Refunding Revenue Bonds (1)(2)(8) | Certificates Of Participation (3)(5) | | | |
| 2005 | \$ 15,130,000 | \$ 35,995,000 | \$ 7,170,000 | \$ 58,295,000 | 6.39% | \$ 6,785 |
| 2006 | 14,690,000 | 33,760,000 | 7,170,000 | 55,620,000 | 6.10% | 6,473 |
| 2007 | 13,920,000 | 30,685,000 | 5,790,000 | 50,395,000 | 5.52% | 5,865 |
| 2008 | 13,155,000 | 27,685,000 | 4,395,000 | 45,235,000 | 4.96% | 5,265 |
| 2009 | 12,165,000 | 24,645,000 | 3,320,000 | 40,130,000 | 4.40% | 4,671 |
| 2010 | 11,195,000 | 20,170,000 | 2,890,000 | 34,255,000 | 3.75% | 3,987 |
| 2011 | 10,220,000 | 14,510,000 | 2,445,000 | 27,175,000 | 2.98% | 3,246 |
| 2012 | 9,220,000 | 6,490,000 | 1,985,000 | 17,695,000 | 1.94% | 2,113 |
| 2013 | 8,200,000 | - | 1,515,000 | 9,715,000 | 0.95% | 1,154 |
| 2014 | 7,160,000 | - | 1,025,000 | 8,185,000 | 0.80% | 967 |

Notes:

- (1) In 2001, the City issued \$24,440,000 in Tax Increment Revenue Bonds for the West County Center Project.
- (2) In 2002, the City issued \$40,115,000 in Tax Increment Refunding Revenue Bonds to refund the Series 2001 bonds and to provide funding for the West County Project.
- (3) In 2002, the City issued \$7,170,000 in Certificates of Participation to provide funding for the City's community center, The Lodge Des Peres.
- (4) In 2005, the City issued \$14,555,000 in General Obligation Refunding Bonds to advance refund the City's outstanding Series 2000 GO Bonds.
- (5) In 2009, the City issued \$3,735,000 in Certificates of Participation to refund Series 2002 COPS .
- (6) In 2010, the City issued \$6,170,000 in General Obligation Refunding Bonds to partially refund Series 2005 GO Bonds.
- (7) In 2013, the City issued \$5,025,000 in Taxable General Obligation Refunding Bonds to refund the remaining Series 2005 GO Bonds.
- (8) In 2013, the City paid off the balance of the Tax Increment Refunding Revenue Bonds.

Sources:

Details regarding the City's outstanding debt can be found in the notes to the financial statements.
See Demographic and Economic Statistics Schedule for personal income and population data.

CITY OF DES PERES, MISSOURI
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

| Fiscal Year | General Obligation Bonds | Percentage of Actual Taxable Value of Property (1) | Per Capita (2) |
|------------------------|---|---|---------------------------|
| 2005 | \$ 15,130,000 | 1.00% | \$ 1,761 |
| 2006 | 14,690,000 | 0.98% | 1,710 |
| 2007 | 13,920,000 | 0.79% | 1,620 |
| 2008 | 13,155,000 | 0.74% | 1,531 |
| 2009 | 12,165,000 | 0.72% | 1,416 |
| 2010 | 11,195,000 | 0.65% | 1,303 |
| 2011 | 10,220,000 | 0.60% | 1,221 |
| 2012 | 9,220,000 | 0.54% | 1,101 |
| 2013 | 8,200,000 | 0.48% | 974 |
| 2014 | 7,160,000 | 0.41% | 846 |

Notes:

- (1) See "Assessed Value and Actual Value of Taxable Property" table for property value data.
- (2) See "Demographic and Economic Statistics" table for population data.

Source:

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

CITY OF DES PERES, MISSOURI
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
December 31, 2014

| Jurisdiction | Net Debt Outstanding | Percentage Applicable To City Of Des Peres | Amount Applicable To City Of Des Peres |
|--|---------------------------------|---|---|
| City of Des Peres | \$ 8,185,000 | 100.00% | \$ 8,185,000 |
| Total Direct Debt | 8,185,000 | | 8,185,000 |
| St. Louis County | 109,755,000 | 1.86% | 2,041,443 |
| Parkway School District (1) | 138,541,675 | 3.00% | 4,156,250 |
| Kirkwood School District (1) | 34,440,000 | 21.00% | 7,232,400 |
| Total Overlapping Debt | 282,736,675 | | 13,430,093 |
| Total Direct And Overlapping Debt | \$ 290,921,675 | | \$ 21,615,093 |

Note:

(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. The total real estate assessed value for the City of Des Peres that falls within the district of each school district divided by the total real estate assessed value of that district. Net debt outstanding came from each district's June 30, 2014 financial statements.

Source: The above-named jurisdictions.

CITY OF DES PERES, MISSOURI
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

| | Year Ended December 31, | | | | | | | | | |
|--|-------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 |
| Debt Limit (1) | \$ 35,521,085 | \$ 35,685,329 | \$ 41,026,026 | \$ 41,120,090 | \$ 39,318,603 | \$ 40,341,443 | \$ 39,967,174 | \$ 39,972,104 | \$ 40,526,435 | \$ 40,971,710 |
| Total net debt applicable to debt limit | 15,130,000 | 14,690,000 | 13,920,000 | 13,155,000 | 12,165,000 | 10,931,038 | 9,647,691 | 8,950,274 | 7,033,131 | 5,980,982 |
| Legal debt margin | \$ 20,391,085 | \$ 20,995,329 | \$ 27,106,026 | \$ 27,965,090 | \$ 27,153,603 | \$ 29,410,405 | \$ 30,319,483 | \$ 31,021,830 | \$ 33,493,304 | \$ 34,990,728 |
| Total net debt applicable to the limit as a percentage of debt limit | 42.59% | 41.17% | 33.93% | 31.99% | 30.94% | 27.10% | 24.14% | 22.39% | 17.35% | 14.60% |

Notes:
(1) Debt limit is 10% of the assessed value, which can be found in the "Assessed Value and Actual Value of Taxable Property" table. Bonded indebtedness is limited by Sections 95.115 and 95.120 of the Missouri Revised Statutes to 10% of the assessed value of taxable tangible property.

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

CITY OF DES PERES, MISSOURI
PLEDGED REVENUE COVERAGE
LAST TEN FISCAL YEARS⁽¹⁾

| Year | TIF Refunding Revenue Bonds (1)(3) | | | | | | | Certificates of Participation (2) | | | | |
|------|------------------------------------|-----------------------------|------------------------|-----------------------|--------------|--------------|----------|-----------------------------------|-----------------------|--------------|------------|----------|
| | TIF Economic Activity Tax | TIF Payments In Lieu Of Tax | Less Operating Expense | Net Available Revenue | Debt Service | | Coverage | Park Sales Tax | Net Available Revenue | Debt Service | | Coverage |
| | | | | | Principal | Interest | | | | Principal | Interest | |
| 2005 | \$ 2,805,460 | \$ 2,341,435 | \$ 511,931 | \$ 4,634,964 | \$ 1,850,000 | \$ 1,935,943 | 122.43% | \$ 2,029,244 | \$ 2,029,244 | \$ - | \$ 347,888 | 583.30% |
| 2006 | 3,210,553 | 2,758,950 | 619,783 | 5,349,720 | 2,235,000 | 1,859,415 | 130.66% | 2,049,276 | 2,049,276 | - | 347,887 | 589.06% |
| 2007 | 3,094,682 | 2,654,304 | 854,058 | 4,894,928 | 3,075,000 | 1,745,000 | 101.55% | 2,160,057 | 2,160,057 | 1,380,000 | 347,966 | 125.01% |
| 2008 | 3,623,222 | 2,185,897 | 926,842 | 4,882,277 | 3,000,000 | 1,613,045 | 105.84% | 2,038,706 | 2,038,706 | 1,395,000 | 294,848 | 120.64% |
| 2009 | 4,123,263 | 2,513,350 | 662,225 | 5,974,388 | 3,040,000 | 1,465,794 | 132.59% | 2,023,129 | 2,023,129 | 415,000 | 134,693 | 368.05% |
| 2010 | 4,722,578 | 2,868,572 | 668,969 | 6,922,181 | 4,475,000 | 1,257,350 | 120.76% | 2,093,855 | 2,093,855 | 430,000 | 107,250 | 389.74% |
| 2011 | 5,128,439 | 2,798,730 | 1,091,690 | 6,835,479 | 5,660,000 | 976,456 | 103.00% | 2,163,788 | 2,163,788 | 445,000 | 94,350 | 401.18% |
| 2012 | 4,300,274 | - | 1,194,124 | 3,106,150 | 8,020,000 | 668,444 | 35.75% | 2,361,206 | 2,361,206 | 460,000 | 81,000 | 436.45% |
| 2013 | - | - | - | - | 6,490,000 | 108,843 | 0.00% | 2,982,377 | 2,982,377 | 470,000 | 67,200 | 555.17% |
| 2014 | - | - | - | - | - | - | 0.00% | 3,004,381 | 3,004,381 | 490,000 | 53,100 | 553.19% |

Notes:

- (1) TIF Refunding Revenue Bonds are backed by economic activity (sales) and payments in lieu of taxes generated at the West County Mall.
- (2) Certificates of Participation are backed by the sales tax revenue produced by the .5% sales tax rate in effect when the bonds were issued.
- (3) TIF Refunding Revenue Bonds were paid off in January 2013.

Source:

Details regarding the City's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest, depreciation, or amortization expenses.

CITY OF DES PERES, MISSOURI
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

| Year | Population (1) | Personal Income | Per Capita Personal Income (1) | Median Household Income (1) | Parkway School District Enrollment (3) | Kirkwood School District Enrollment (3) | Unemployment Rate (2) |
|-------------|-----------------------|----------------------------|---|--|---|--|----------------------------------|
| 2005 | 8,592 | \$ 912,427,440 | \$ - | \$ 106,195 | 18,994 | 4,995 | 5.20% |
| 2006 | 8,592 | 912,427,440 | 53,507 | 106,195 | 18,787 | 4,982 | 4.60% |
| 2007 | 8,592 | 912,427,440 | 53,507 | 106,195 | 18,212 | 4,975 | 5.30% |
| 2008 | 8,592 | 912,427,440 | 53,507 | 106,195 | 18,787 | 5,026 | 7.20% |
| 2009 | 8,592 | 912,427,440 | 53,507 | 106,195 | 17,439 | 5,000 | 10.00% |
| 2010 | 8,592 | 912,427,440 | 53,507 | 106,195 | 17,300 | 4,931 | 9.40% |
| 2011 | 8,373 | 1,033,747,326 | 53,507 | 123,462 | 17,234 | 5,035 | 8.30% |
| 2012 | 8,373 | 1,025,533,413 | 53,771 | 122,481 | 17,156 | 5,132 | 7.00% |
| 2013 | 8,420 | 1,021,505,980 | 54,757 | 121,319 | 17,104 | 5,606 | 6.60% |
| 2014 | 8,466 | 1,028,373,486 | 57,691 | 121,471 | 17,097 | 5,595 | 5.60% |

Sources:

- (1) US Census Data Center
- (2) US Department of Labor - Bureau of Labor Statistics
- (3) The above-named school districts.

CITY OF DES PERES, MISSOURI
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

| Employer | 2014 (1) | | | 2005 (2) | | |
|---|------------------|-------------|--|------------------|-------------|--|
| | Employees | Rank | Percentage of Total City Employment | Employees | Rank | Percentage of Total City Employment |
| Edward D. Jones and Company | 1,468 | 1 | 14.68% | 785 | 1 | 8.72% |
| Des Peres Hospital -Tenet Health Systems | 650 | 2 | 6.50% | 716 | 2 | 7.96% |
| AT&T (Formerly Southwestern Bell Telephone) | 381 | 3 | 3.81% | 450 | 3 | 5.00% |
| Macy's (Formerly Famous Barr) | 351 | 4 | 3.51% | 207 | 4 | 2.30% |
| Nordstrom's | 248 | 5 | 2.48% | 305 | 6 | 3.39% |
| Schnucks Markets | 204 | 6 | 2.04% | 170 | 8 | - |
| JC Penney | 190 | 7 | 1.90% | 175 | 9 | 1.94% |
| Sam's Wholesale Club | 185 | 8 | 1.85% | 210 | 7 | 2.33% |
| Dierberg's | 147 | 9 | 1.47% | - | - | - |
| Red Robin | 77 | 10 | 0.77% | - | - | - |
| Lord & Taylor | - | - | - | 160 | 10 | 1.78% |
| Cingular Wireless | - | - | - | 420 | 5 | 4.72% |

Sources:

(1) Des Peres Business License Database

(2) 2005 CAFR, estimated total City employment based on growth over the last 10 years.

CITY OF DES PERES, MISSOURI
FULL-TIME EQUIVALENT CITY EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

| Function/Program | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 (1) | 2013 | 2014 |
|---------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-----------------|---------------|---------------|
| General Government: | | | | | | | | | | |
| Office of City Administrator | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| Finance | 2 | 2 | 2 | 2 | 2 | 3 | 3 | 3 | 3 | 3 |
| Municipal Court | 1 | 1 | 1 | 1 | 1 | 2 | 2 | 2 | 2 | 2 |
| Information Systems Coordinator | - | - | - | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Part-time staff | - | - | - | - | - | - | - | 1.33 | 1.13 | 1.13 |
| Public Safety: | | | | | | | | | | |
| Command Staff | 15 | 14 | 14 | 14 | 15 | 16 | 15 | 15 | 15 | 15 |
| Commissioned Officers | 28 | 29 | 28 | 27 | 27 | 25 | 26 | 28 | 28 | 28 |
| Office Support | 7 | 7 | 7 | 6 | 8 | 8 | 8 | 8 | 8 | 8 |
| Part-time staff | | | | | | | | 0.31 | 0.31 | 0.31 |
| Public Works: | | | | | | | | | | |
| Building | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| Streets | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 |
| Part-time staff | | | | | | | | 1.62 | 1.58 | 1.58 |
| Parks and Recreation: | | | | | | | | | | |
| Parks | 5 | 5 | 6 | 7 | 6 | 6 | 6 | 6 | 6 | 6 |
| Recreation | 20 | 20 | 20 | 20 | 20 | 19 | 19 | 21 | 21 | 21 |
| Part-time staff | - | - | - | - | - | - | - | 50.25 | 47.97 | 42.95 |
| Total | 92 | 92 | 92 | 92 | 94 | 94 | 94 | 151.51 | 148.99 | 143.97 |

(1) 2012 is the first year that the City included Full time equivalents for part-time hours.

Source: City of Des Peres Finance Department

CITY OF DES PERES, MISSOURI
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

| Function/Program | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 |
|--|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------|
| Public Safety: | | | | | | | | | | |
| Average number of police calls per month | 469 | 484 | 476 | 461 | 474 | 493 | 509 | 576 | 561 | 570 |
| Average number of fire calls per month | 43 | 42 | 38 | 32 | 30 | 40 | 43 | 24 | 47 | 51 |
| Average number of EMS calls per month | 52 | 56 | 58 | 57 | 59 | 56 | 55 | 79 | 53 | 62 |
| Average number of physical arrests per month | 66 | 66 | 57 | 65 | 67 | 66 | 67 | 72 | 67 | 50 |
| Parks and Recreation: | | | | | | | | | | |
| Average number of Lodge memberships | 3,384 | 3,025 | 3,081 | 2,967 | 2,888 | 3,027 | 3,113 | 3,087 | 3,031 | 3,074 |
| Annual member visits | 280,189 | 276,033 | 297,574 | 283,049 | 269,679 | 277,292 | 276,522 | 271,903 | 228,894 | 265,981 |
| Annual daily admission visits | 33,663 | 35,674 | 39,077 | 38,797 | 34,335 | 37,799 | 40,503 | 40,014 | 33,507 | 36,622 |
| Public Works: | | | | | | | | | | |
| Number of permits issued | 215 | 224 | 212 | 186 | 183 | 196 | 201 | 191 | 270 | 220 |
| Value of construction | \$ 16,799,925 | \$ 22,903,963 | \$ 24,295,176 | \$ 56,160,399 | \$ 16,139,682 | \$ 13,584,385 | \$ 28,600,424 | \$ 19,577,379 | \$ 42,494,505 | \$ 9,803,035 |
| Finance and Administration: | | | | | | | | | | |
| Business licenses issued | 500 | 500 | 516 | 583 | 575 | 576 | 582 | 612 | 604 | 589 |
| Liquor licenses issued | 22 | 21 | 22 | 23 | 29 | 31 | 34 | 34 | 32 | 29 |

Source: Various operating departments within the City of Des Peres.

CITY OF DES PERES, MISSOURI
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

| Function/Program | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 |
|---|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Public Safety: | | | | | | | | | | |
| Stations | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Vehicles | 17 | 17 | 17 | 17 | 17 | 17 | 17 | 20 | 20 | 20 |
| Fire trucks/pumpers | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Ambulances (2) | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Fire hydrants | 365 | 365 | 365 | 365 | 365 | 365 | 365 | 365 | 365 | 365 |
| Parks and Recreation: | | | | | | | | | | |
| Acres of parks | 72.3 | 72.3 | 96.3 | 96.3 | 96.3 | 96.3 | 96.3 | 96.3 | 96.3 | 96.3 |
| Number of parks | 4 | 4 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 |
| Tennis courts | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 |
| Miles of trails | 2 | 2 | 3 | 3 | 3 | 7 | 7 | 7 | 7 | 7 |
| Public Works: | | | | | | | | | | |
| Area of City (1) | 4.25 | 4.25 | 4.25 | 4.25 | 4.25 | 4.25 | 4.25 | 4.25 | 4.25 | 4.25 |
| Miles of streets | 54 | 54 | 54 | 54 | 54 | 54 | 54 | 54 | 54 | 54 |
| Miles of sidewalks | 31 | 31 | 31 | 31 | 31 | 31 | 31 | 31 | 31 | 31 |
| Number of streets | 216 | 216 | 216 | 216 | 217 | 217 | 217 | 217 | 217 | 217 |
| Number of street lights (provided by the City) | 142 | 142 | 142 | 142 | 142 | 142 | 142 | 142 | 142 | 142 |

Notes:

(1) Area in square miles.

(2) During 2003-2011, the City owned one ambulance and shared a reserve ambulance with Kirkwood FD. In 2012, the City purchased a second ambulance and the sharing agreement with Kirkwood FD came to an end.

Source: Various operating departments within the City of Des Peres.

