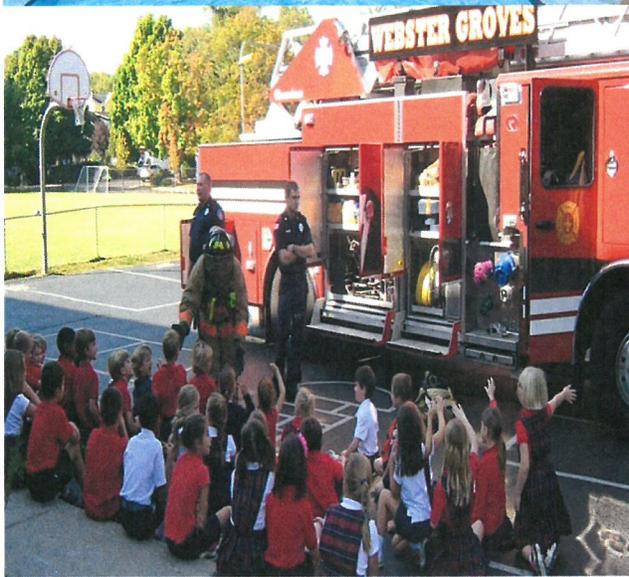


# City of Webster Groves, Missouri



## Comprehensive Annual Financial Report For the Year Ended June 30, 2017

# **CITY OF WEBSTER GROVES, MISSOURI**

## **Comprehensive Annual Financial Report**

**For The Year Ended June 30, 2017**

Prepared by the Finance Department  
Joan Jadali, Assistant City Manager  
Eileen Meyer, Finance Manager

**CITY OF WEBSTER GROVES, MISSOURI**  
**FINANCIAL REPORT**

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**CITY OF WEBSTER GROVES, MISSOURI**  
**FINANCIAL REPORT**

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**INTRODUCTORY SECTION**

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December 20, 2017

To the Honorable Mayor and Members of the City Council,

Pursuant to City policy and in conformance with state law, the Comprehensive Annual Financial Report (CAFR) of the City of Webster Groves, Missouri (the City), for the fiscal year ended June 30, 2017, is herewith submitted for your review. The report was prepared in conformance with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with auditing standards generally accepted in the United States of America by an independent firm of licensed certified public accountants.

This report is the City's management representations concerning the finances of the City and, therefore, management assumes full responsibility for the completeness and reliability of all information presented in this report. The City's Finance Department prepared this report and believes that the financial statements, supporting schedules, and statistical information fairly present the financial condition of the City. We further believe that all presented data is accurate in all aspects and that all necessary disclosures have been included to enable the reader to gain a reasonable understanding of the City's financial affairs. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed to protect the City's assets from loss, theft, or misuse and to compile sufficient, reliable information for the preparation of the City's financial statements in conformance with GAAP. This internal control structure is designed to provide a 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 require estimates and judgments by management.

The City's financial statements have been audited by Hochschild, Bloom & Company LLP, a firm of licensed certified public accountants. The goal of this independent audit was to provide reasonable assurance that the basic financial statements of the City for the year ended June 30, 2017, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall basic financial statement presentation. The independent auditors concluded, based upon its audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the year ended June 30, 2017, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

CITY MANAGER  
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CITY CLERK  
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FAX 963-7561

FINANCE  
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PLANNING  
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PARKS & RECREATION  
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FAX 963-5685

GAAP requires 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 the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the Independent Auditor's Report.

## **PROFILE OF THE CITY**

The City is located southwest of the City of St. Louis, Missouri. The City currently covers approximately six square miles and serves a population of 22,995 residents.

The City was incorporated in 1896 and became a charter Home Rule City in 1954. The City currently operates under the Council/Manager form of government. The legislative body consists of six council members and a mayor, all of which are elected to four-year terms and are elected at-large. The City Council is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring the City Manager, Municipal Court Judge, and the City Clerk. The City Manager is responsible for carrying out the policies and ordinances of the City Council and for overseeing the day-to-day operations of the City, including employment and discharge pursuant to policies adopted by the City Council.

The City provides a full range of municipal services. These services include legislative, administrative, police services, fire services, judicial, planning and development, public works, and parks and recreation. The City's financial reporting entity consists of the City government and its component units. In regard to potential component units, while the City Council appoints a majority of the members to the Webster Groves Municipal Library District (the Library), legal counsel believes that the City's accountability does not extend beyond this authority. However, the City maintains a fiduciary responsibility of the Library as the City handles the Library's payroll, and adopts through ordinance the Library's property tax levy. The financial activity of the Library is included in the City's fund financial statements as an Agency Fund, and the Library also issues a separate financial statement. Complete financial statements for the Library can be obtained by writing the Webster Groves Municipal Library District at 301 East Lockwood Avenue, Webster Groves, MO 63119.

The annual budget serves as a foundation for the City's financial planning and control. All of the departments of the City are required to submit requests for appropriation to the City Manager who uses these requests as a starting point for development of a proposed budget. The Director of Finance and Administration presents to the City Manager estimates detailing the various revenues, grants, bond proceeds, and other funding sources that are anticipated. The City Manager presents a proposed budget to the Mayor and City Council who hold work sessions and at least one public hearing prior to adopting a budget by June 30. The budget is prepared by fund, broken down further by department, programs, or projects within the department, then object of expenditures within programs and finally, line items within the objects. Budget transfers within a department can be made with authorization by the Director of Finance and

Administration or the City Manager and transfers between funds require the approval of the City Council. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriate annual budget has been adopted. For the General Fund this comparison is presented starting on page 45 as required supplemental information. For other governmental funds that have an adopted budget, comparison schedules are found in other supplemental information beginning on page 56.

In addition to City funds, the City has a fiduciary responsibility as a trustee for assets of the Police and Firefighters' Pension Trust Fund, and as an agent for the Library and other miscellaneous deposits.

## **FACTORS AFFECTING FINANCIAL CONDITION**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City operates.

**Local Economy.** The City is a suburban community located in St. Louis County with easy access to Interstate 44, southwest of the City of St. Louis, Missouri. The City is mostly residential with a large variety of housing. The City consistently experiences higher than average growth in residential assessed values. Most businesses are located in one of three official business districts and other commercial areas along major thoroughfares. The City is stable and fully developed, and the area of future growth is redevelopment of business and residential areas. To this end, the City has worked with a consultant to establish a foundation plan for development and redevelopment in the City for commercial and multi-family opportunities.

**Long-term Financial Planning.** Each year the City updates its five-year capital improvement plan (CIP). Projects totaling almost \$14.3 million are planned for the fiscal years 2018 through 2022. Many meaningful improvements are coming in the upcoming fiscal year. Funding is provided for a radio communications enhancement for portables that will allow police officers to more effectively and safely communicate with Dispatch. An upgrade of the Barnickel Park playground piece to coincide with the Great Rivers Greenway (GRG) renovation of the park and trail is another program request. Replacement of two thermal imaging cameras, an automatic defibrillator, and two multi-gas detectors are some of the Fire Department's budget requests. Firewall server replacement, Microsoft Office license upgrades, and desktop computer replacements are Information Technology requests. New cardio equipment for the Fitness Center, replacement of tables and chairs in the meeting rooms, new flooring in the breezeway and a major flush, and repair of the fire suppression system at the Ice Arena are all Parks and Recreation requests.

Funding support is being provided to the Public Works Department for a number of projects that will be taking place during the 2018 fiscal year. The underlying concrete joints on South Elm Avenue were successfully stabilized this year and now a mill and overlay of the asphalt surface is required to finish the job. To address issues with

stormwater problems that are negatively impacting property values, City staff outlined projects for fiscal year 2018 that include the design of a replacement culvert on Edgar Road at Chestnut Hill Lane, the construction of inlets and reinforced concrete pipe to alleviate front yard and garage flooding at 9445 Big Bend Blvd, and the design and construction of a stormwater filtration system for the Service Center to meet the Department of Natural Resources and Metropolitan St. Louis Sewer District requirements. The City is in receipt of a Transportation Alternative Program Grant for a Central Avenue Sidewalk project. The project will provide a new sidewalk on Central Avenue and S. Gore Avenue that will connect the existing sidewalks on S. Rock Hill Road and W. Glendale Road. This federal grant will supply approximately 65% of the project cost.

An item that was new to the fiscal year 2017 capital budget and recurs in the fiscal year 2018 budget includes repairs to the parking garage in the Old Webster Business District. After a structural review of the parking garage, the addition of supplementary beams and columns is recommended. Therefore, the repairs scheduled for 2017 in addition to these newer ones will be completed in fiscal year 2018 to coordinate these efforts. This project is an item of necessity as it is experiencing failure of the structural upper deck beams “double tees”. Expansion joints, perimeter cove joints and the deck pavement are in need of repair. The west entrance expansion joint will also be replaced, as well as full depth deck repairs that include removal of delaminated concrete decking to full slab thickness, removing rust from reinforcement and installation of supplementary dowels and welded wire mesh.

The mill and overlay program will continue as the City continues to remove and replace underlying asphalt and address the street resurfacing needs. Failure to repave the brittle surface will ultimately result in alligator cracking, potholes, and sub-base failure requiring total reconstruction to correct the defect. Finally, some more routine items which appear in the CIP with regularity and are indeed needed for the upcoming year are three police cars (including one unmarked car), two fleet maintenance vehicles, a public works pick-up truck and a parks division (light duty) truck.

Other future items in or new to the CIP worth noting include a storage area network (SAN) in fiscal year 2019. This is a key component to the City server architecture, hosting thirty-five servers including payroll, email, databases, and file storage. The new SAN, will increase the amount of available storage, which at that point, will have reached capacity with existing equipment. The purchase of body cameras for the Police Department in fiscal year 2019 is another item worth note. The camera is expected to become standard wear either through legislation or to meet community expectations for providing transparency. Self Contained Breathing Apparatus (SCBA) for Fire Department personnel, is an item budgeted in FY2020. The new SCBA will replace existing equipment that was placed in service in 2010.

In addition to the Aquatic Center play features noted for replacement in FY2019, upgrades and repairs are also budgeted in subsequent years. The slide tower will be restored in FY2019 and in FY2020 a number of the original spray ground features will be

replaced, including the lemon drops, whale, snake, pelican, and three sprayers. Facility improvements to the Recreation Complex, including the replacement of four HVAC rooftop units that service the Fitness Center and Gymnasium and a large unit that services the meeting rooms and rink offices, are in the fourth year of the five-year CIP.

The East Lockwood Mill and Overlay project in FY2019, is one of several projects Public Works is undertaking to implement The Americans with Disabilities Act (ADA) federal requirements. This project will run from Elm Avenue to Big Bend Boulevard and includes the removal and replacement of the non-conforming ADA ramps at the intersections and land, crosswalk and stop bar striping. Finally, some large equipment items necessary for appropriate infrastructure improvements and maintenance include a front-end loader to be purchased in FY2019 and a tractor/loader/backhoe to be purchased in FY2021.

The City confines long-term borrowing to capital improvements or projects that cannot be financed from current revenues, and where the issuance of long-term debt is required, it pays back the bonds within a period not to exceed the expected useful life of the project. The City pursued the issuance of long-term debt for city-wide street improvements in February 2011. Voters approved this overwhelmingly in August 2010 with 80% of the voters approving this ballot issue. The City earned extremely low rates and had a large number of bidders on the issuance.

**Relevant Financial Policies.** In an effort to pursue funding of general obligation debt in 2011, staff spent considerable time within the past several years evaluating City strengths and weaknesses in an attempt to identify areas to improve the City's credit rating, which would then save the City money on long-term debt. The foundation of the City has been firmly set for many years, but policies had not been written to communicate processes. As a result, City staff wrote both a fund balance policy and a debt management policy to demonstrate the City's current practices as well as to communicate expectations and processes for the future. The result of this comprehensive review was a rating upgrade from Aa3 to Aa1 by Moody's Investor Service. This rating upgrade provided a savings in interest costs for a Certificates of Participation (COPs) refunding that took place in the 2010 fiscal year and provided significant savings when the City sold general obligation debt in early 2011.

In addition, the City recently updated its investment policy to both communicate practices and procedures that are currently in place as well as to bring the City up-to-date with changes that have occurred in the economy the past few years that necessitate these modifications. This policy has significant additional material than the previous policy. However, while some of this information is new to the City, it is not new to many other cities throughout the state of Missouri. The additional information to this policy was taken from required Government Accounting Standards Board Statements, the Model Policy from the Office of the Missouri State Treasurer as well as recommendations from the Government Finance Officers Association's Best Practices. This policy, as drafted, adds significant detail and proper documentation to existing processes while allowing the City to expand investment opportunities that it previously had not explored.

## AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its CAFR for the fiscal year ended June 30, 2016. This was the twelfth consecutive year the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR. This report must satisfy both GAAP 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.

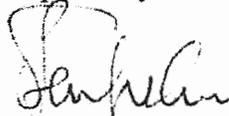
In addition, the City received the GFOA's Award for Distinguished Budget Presentation for its annual budget for fiscal year 2018. This was the eleventh consecutive year that the City received this award. In order to qualify for the Distinguished Budget Presentation Award, the City's budget document met the program criteria as a policy document, as a financial plan, as an operations guideline, and as a communications device.

## ACKNOWLEDGEMENTS

The preparation of this report would not have been completed without the efficient dedicated services of the entire administrative staff of the various departments of the City. We would like to especially acknowledge the dedicated services and assistance of the staff members in the Finance Department who were key components of maintaining the City's accounting systems and their contribution was invaluable.

We would also like to thank our auditors, Hochschild, Bloom & Company LLP, for their help in formulating this report. Our sincere gratitude is extended to you, Mayor and Council, for your interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,



Steven J. Wylie  
City Manager



Joan Jadali  
Assistant City Manager/  
Finance and Administration Director

**CITY OF WEBSTER GROVES, MISSOURI**  
**PRINCIPAL OFFICIALS**

---

***MAYOR***

Gerry Welch

***CITY COUNCIL***

Ken Burns

Matt Armstrong

Toni Hunt

Greg Mueller

Frank Janoski

Bud Bellomo

***CITY ADMINISTRATION***

Steven J. Wylie, City Manager

Joan Jadali, Assistant City Manager

Dale E. Curtis, Police Chief

Michael J. Capriglione, Fire Chief

Paul Verheyen, Director of Public Works

Mara Perry, Director of Planning and Development

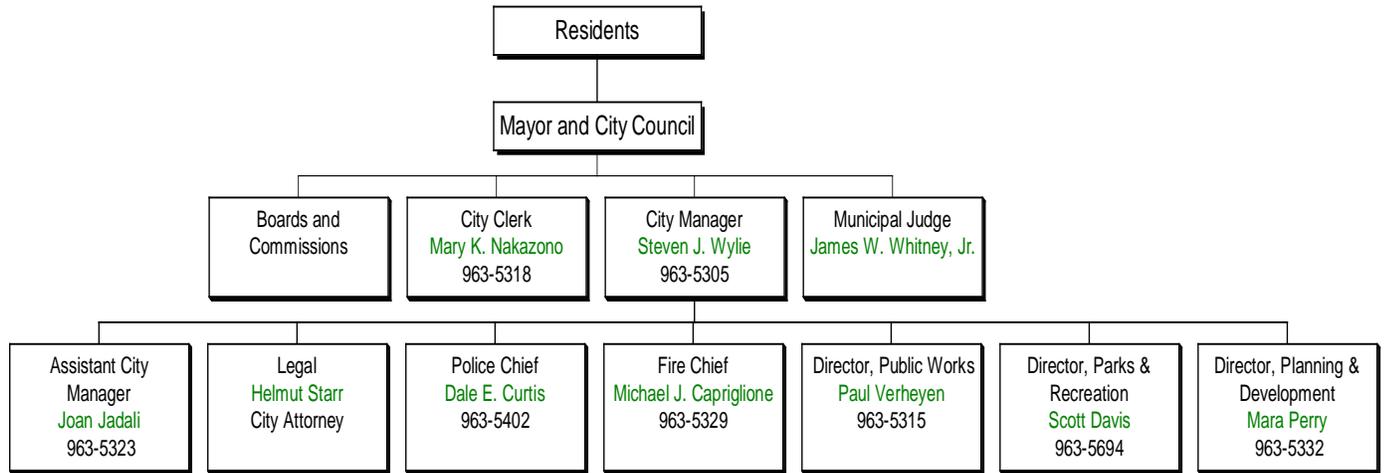
Scott Davis, Director of Parks and Recreation

Helmut Starr, City Attorney

Mary K. Nakazono, City Clerk

# CITY OF WEBSTER GROVES, MISSOURI ORGANIZATIONAL CHART

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Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
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Presented to

**City of Webster Groves  
Missouri**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2016**

Executive Director/CEO



GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished  
Budget Presentation  
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PRESENTED TO

**City of Webster Groves**

**Missouri**

For the Fiscal Year Beginning

**July 1, 2017**

*Christopher P. Morill*

Executive Director

**FINANCIAL SECTION**

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

## INDEPENDENT AUDITOR'S REPORT

December 20, 2017

Honorable Mayor and Members of the City Council  
**CITY OF WEBSTER GROVES, 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 the **CITY OF WEBSTER GROVES, MISSOURI** (the City), as of and for the year ended June 30, 2017, 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.

#### Auditor's 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 to obtain reasonable assurance about whether the financial statements are free of 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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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- 1000 Washington Square, P. O. Box 1457, Washington, Missouri 63090-8457, 636-239-4785, Fax 636-239-5448

In making those risk assessments, the auditor considers internal control relevant to the City'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 City'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.

## **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 as of June 30, 2017, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplemental Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplemental information, as listed in the table of contents, 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 supplemental 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 other supplemental information and introductory and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplemental information is the responsibility of management and was derived from and relates 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 other

supplemental 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 December 20, 2017 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.

*Hochschild, Bloom + Company LLP*  
**CERTIFIED PUBLIC ACCOUNTANTS**

# CITY OF WEBSTER GROVES, MISSOURI

## MANAGEMENT'S DISCUSSION AND ANALYSIS

### FOR THE YEAR ENDED JUNE 30, 2017

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As management of the City of Webster Groves, Missouri (the City), we offer readers this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2017. This is the fifteenth year the City has prepared financial statements in accordance with the guidelines prescribed in Governmental Accounting Standards Board's Statement No. 34 (GASB 34), *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. We encourage readers to consider the information presented here in conjunction with the transmittal letter at the front of this report and the City's financial statements which follows this section.

#### FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of the City exceeded its liabilities and deferred inflows for the most recent fiscal year by \$54,015,205. Of this amount, \$14,727,201 is available to meet the City's ongoing obligations.
- The City's total net position increased by \$616,642.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$18,800,502, an increase of \$11,626 in comparison with the prior year.
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$11,438,799 or 72% of total General Fund expenditures.
- The City's total debt decreased by \$1,465,401 or 15% during the current fiscal year due to debt service payments being paid according to the debt payment cycle.

#### OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is provided as an introduction to the City's basic financial statements. The basic financial statements consist of the following three components:

1. Government-wide financial statements
2. Fund financial statements
3. Notes to financial statements

This report also contains required and other supplemental information in addition to the basic financial statements.

**Government-wide financial statements.** The government-wide financial statements are a broad overview of the City's finances and report information about the City as a whole using accounting methods similar to those used by the private sector. The government-wide financial statements include the statement of net position and the statement of activities.

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

The statement of activities presents information showing how the City's net 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 the related cash flow. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and accrued vacation leave).

**CITY OF WEBSTER GROVES, MISSOURI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

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The government-wide financial statements report functions of the City that are principally supported by taxes and inter-governmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities for the City include general government, public safety, public works, parks and recreation, planning and development, and interest expense. It should be noted that the City currently has no business-type activities since selling the City's water system in fiscal year 2002.

**Fund financial statements.** Another section of the basic financial statements is the fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City uses fund accounting to ensure compliance with finance-related legal requirements. These funds are divided into three categories: governmental funds, proprietary funds, and fiduciary funds. All of the funds of the City can be divided into two of the categories: governmental funds and fiduciary funds. The City does not have any proprietary funds.

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

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

The City maintains 14 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for three major funds: General Fund, Grant Fund, and Street Improvement Fund. Data from the other governmental funds are combined into a single, aggregated presentation called "Other Governmental Funds". Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the other supplemental information section of this report.

The City adopts an annual appropriated budget for its General Fund and all other governmental funds except the Special Revenue Special Projects Fund and the Special Revenue Pension Tax Fund. Budgetary comparison statements have been provided for all budgeted funds to demonstrate legal compliance with the respective adopted budget.

**Fiduciary funds.** These funds account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support the City's own programs, and thus do not represent discretionary assets of the City. The accounting used for the fiduciary fund is much like that used for proprietary funds.

**Notes to the basic financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

**Supplemental information.** In addition to the basic financial statements and accompanying notes, certain required supplemental information can be found after the basic financial statements.

**CITY OF WEBSTER GROVES, MISSOURI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS - FINANCIAL ANALYSIS OF THE CITY AS A WHOLE**

The City presents its financial statements under the reporting model required by GASB 34. Therefore, a comparative analysis of government-wide data is also included in this report.

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, the net position of \$54,015,205 increased for the most recent fiscal year 1.2% as compared to the previous year.

The condensed statement of net position for governmental activities is as follows:

	<b>June 30</b>	
	<b>2017</b>	<b>2016</b>
<b>ASSET</b>		
Current and other assets	\$25,410,053	22,456,604
Capital assets, net	<u>39,856,447</u>	<u>41,788,739</u>
Total Assets	<u>65,266,500</u>	<u>64,245,343</u>
 <b>DEFERRED OUTFLOWS OF RESOURCES</b>	 <u>2,092,876</u>	 <u>3,918,492</u>
 <b>LIABILITIES</b>		
Long-term liabilities	10,315,796	11,653,082
Other liabilities	<u>1,543,697</u>	<u>2,117,008</u>
Total Liabilities	<u>11,859,493</u>	<u>13,770,090</u>
 <b>DEFERRED INFLOWS OF RESOURCES</b>	 <u>1,484,678</u>	 <u>995,182</u>
 <b>NET POSITION</b>		
Net investment in capital assets	33,729,901	34,787,634
Restricted	5,558,103	4,947,067
Unrestricted	<u>14,727,201</u>	<u>13,663,862</u>
Total Net Position	<u>\$54,015,205</u>	<u>53,398,563</u>

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.

Additionally, a portion of the City's net position (10%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$14,727,201) may be used to meet the City's ongoing obligations to citizens and creditors.

**Governmental activities.** The condensed statement of activities for governmental activities is as follows:

**CITY OF WEBSTER GROVES, MISSOURI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**For The Years**  
**Ended June 30**

	<b>2017</b>	<b>2016</b>
<b>REVENUES</b>		
Program revenues:		
Charges for services	\$ 5,366,496	5,542,970
Operating grants and contributions	1,651,137	1,652,147
Capital grants and contributions	472,918	-
General revenues:		
Taxes	14,725,895	14,949,466
Earnings on investments	96,028	62,668
Other	<u>122,124</u>	<u>204,124</u>
Total Revenues	<u>22,434,598</u>	<u>22,411,375</u>

**EXPENSES**

General government	2,769,078	3,266,735
Public safety	8,199,510	8,974,369
Public works	5,870,780	6,976,069
Parks and recreation	3,860,790	3,720,534
Planning and development	762,025	759,589
Interest	<u>355,773</u>	<u>397,091</u>
Total Expenses	<u>21,817,956</u>	<u>24,094,387</u>

**CHANGE IN NET POSITION**

616,642 (1,683,012)

**NET POSITION, JULY 1**

53,398,563 55,081,575

**NET POSITION, JUNE 30**

\$54,015,205 53,398,563

**SIGNIFICANT CHANGE IN NET POSITION**

The increase in net position occurred due to decreased costs in most City departments.

**FINANCIAL ANALYSIS OF THE CITY'S FUNDS**

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds.** The focus of the City's governmental funds is to provide information on inflows 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 a government's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the City's governmental funds report a combined fund balance of \$18,800,502 with a net increase in total fund balance of \$11,626 from 2016. Over 59% of the total amount (\$11,166,499) constitutes unassigned fund balance, which is available for spending at the City's discretion. This amount represents a decrease in unassigned fund balance from 2016 (\$11,278,760). Nonspendable items include prepaid items in the amount of \$13,510 and advances to the sewer lateral fund of \$180,000 while restricted items totaling \$7,313,958 include debt service costs as well as stormwater, park, capital, and street improvements and special taxing district balances. An amount of \$91,291 has been assigned to the purchase of supplies, services, and other current expenditures and \$35,244 to special projects.

**CITY OF WEBSTER GROVES, MISSOURI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

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During fiscal year 2017 the unassigned fund balance of the General Fund decreased by \$13,591 or .01% from the prior year. This decrease is due to a reduction in accounts payable and accrued liabilities in fiscal year 2017. 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 72% of the total 2017 General Fund expenditures and transfers out, while the total fund balance represents 74% of total 2017 General Fund expenditures and transfers out. The General Fund ended the year with a negative net change to fund balance of \$325,441. This is a result of revenues coming in under budget, some due to our mild seasons of weather and others based on a reduction in sales tax receipts below budget.

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

- The Street Improvement Fund's fund balance decreased by \$302,294 (to \$1,622,823) due to the payment of capital project costs associated with the initial sale of \$13 million Proposition W Street Improvement Bonds in February 2011.
- The Grant Fund has no change.

**Fiduciary funds.** The City maintains a Pension Trust Fund and Agency Funds for the following purposes:

- Assets held in a trustee capacity for the City's eligible employees
- Assets held in a fiduciary capacity
- Collection and release of monies in connection to home rehabilitation loans
- Bond deposits held to ensure a defendant's appearance in court
- Collection and release of monies in connection with various permits issued for construction projects

The Pension Trust Fund net position increased by \$34,113 (to \$2,018,740) due to an increase in pension costs from the prior year.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

The General Fund ended the year with expenditures exceeding revenues and transfers in by \$325,441.

Overall, the General Fund ended fiscal year 2017 with a mixture of favorable and unfavorable budget variances for revenues and generally favorable budget variances for expenditures. No revenue amendments and only minor expenditure amendments were made to the General Fund. The actual General Fund revenues and expenditures for the year varied from the 2017 final amended budget as follows:

- Utility Taxes were received under budgeted figures by \$96,385 for telephone landline and cell phone gross receipts. This significant reduction is being reviewed further. In addition, gas gross receipts taxes were received under budgeted figures by \$157,421 and electric gross receipts were down \$114,934 due to recently extremely mild seasons.
- Sales Taxes were received under budgeted figures by \$357,964 and were slightly under actual revenues received in FY2016 as well.

**CITY OF WEBSTER GROVES, MISSOURI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

- Licenses, Fees and Permits Fees were received over budgeted figures by \$39,056 due to the larger than average number of building permits that were pulled in fiscal year 2017.
- Charges for services of \$122,886 were received over budget figures as well, as there was a higher usage of services in the fiscal year than projected in the budget.
- On the expenditure side, the City spent \$431,111 less than budgeted (per the amended budget) in the General Fund.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital assets.** The City has invested \$39,856,447 in capital assets, net of accumulated depreciation. This investment in capital assets includes land, buildings, park facilities, machinery and equipment, and vehicles and infrastructure (e.g., streets, roads, bridges, and similar items). This amount represents a net decrease for the current fiscal year (including additions and deductions) of \$1,932,292. The City's capital assets, net of depreciation, are as follows:

	<b>June 30</b>	
	<b>2017</b>	<b>2016</b>
Capital assets, net of depreciation:		
Land and improvements	\$ 1,548,118	1,577,329
Buildings and improvements	15,942,169	16,581,361
Other improvements	1,681,940	1,788,213
Equipment and furniture	1,719,936	1,439,030
Vehicles	1,282,018	1,479,527
Infrastructure	17,625,406	18,854,814
Construction in progress	56,860	68,465
Total	\$39,856,447	41,788,739

Additional information on the City's capital assets can be found in Note C in the notes to financial statements.

**Long-term debt.** At the end of the fiscal year, the City had outstanding long-term debt obligations of \$8,070,000 of general obligation bonds and \$199,000 of TIF revenue notes.

Further information regarding debt may be found in Note D in the notes to financial statements.

**Outstanding long-term debt obligations.** Outstanding long-term debt obligations are as follows:

	<b>June 30</b>		<b>2017 Change Percent</b>
	<b>2017</b>	<b>2016</b>	
2002 Tax Increment Financing Revenue Notes	\$ 199,000	795,000	(75.0%)
2011 Capital Lease Payable	-	4,401	(100.0)
2011 Street Improvement Bonds	8,070,000	8,935,000	(9.7)
Total	\$8,269,000	9,734,401	(15.0%)

**CITY OF WEBSTER GROVES, MISSOURI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

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**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

- The City will be maintaining the same service levels in 2018 as in the prior year, although revenue growth is expected to increase only slightly but is projected to keep pace with expenditures.
- The City's fiscal year 2018 budget projects expenditures of \$24,762,698 including capital improvements of \$2,932,286.
- Total revenues are estimated at \$23,911,707 with expenditures estimated at \$24,762,698. Expenditures are budgeted to exceed revenues and will draw off balances in some of our capital improvement funds as we continue to keep up with infrastructure needs. A majority of this difference is attributable to needed building and equipment improvements and replacements and ongoing stormwater and street improvement projects. The City is also experiencing a higher than average use of sewer lateral funds within the past few years and this use is expected to continue to grow.
- Capital Improvement Program expenditures proposed for the upcoming year total \$2,932,286 with the overall Program total for the 5 years equaling \$14,282,749. The CIP draws funding primarily from Capital Improvements Sales Tax, Parks, and Stormwater Sales Tax, and outside grant support. Not all capital expenditures planned will occur precisely as projected due to failure to obtain grants, adjusted priorities and techniques, and improving, or potentially deteriorating, scenarios. Fund balances vary throughout the 5 years, but never drop below healthy.
- The Street Improvement Fund provides operational support for the Public Works Department. Reserves in this Fund usually remain stable around \$300,000. Considering the purpose of the assessment and method of collection, there is little reason or need to stockpile larger reserves. The fund balance is currently \$1,622,823. This is due to the fact that the City completed all projects connected to the Proposition W referendum in 2011 at a cost less than projected. The City has these funds remaining to address additional street projects.
- The City's fiscal year 2018 budget for General Fund expenditures is \$17,190,725, an increase of \$949,614 from the 2017 final budget. General Fund revenues and transfers in are anticipated to be close to the same level.
- An across-the-board pay increase will be effective July 1 at 2%. Survey data in our region for proposed raises seems to be running in that vicinity. The Consumer Price Index including housing costs for 2016 was 2.3%. In addition, we have provided a bump for 3 classifications of employees including Patrol Officer, Firefighter/Paramedic, and Maintenance Worker 1 (Streets). It is the benefits of Proposition P that allows us to make these adjustments where we need to in the first 2 classifications. We have budgeted an additional average increase of 2% for a pay for performance increase January 1, 2018. The evaluation process is our method of moving employees through their pay range.
- Health insurance rates increased approximately 10% for the year we are in, and we are projecting a 0% increase in health care expenses with the new plan year beginning December 1, 2017, with no reduction in benefits. We converted to an insurance consortium called St Louis Area Insurance Trust that provided for this timely break.
- The expenses associated with our 5th year participation in the Missouri LAGERS pension program are included in the budget. The base plan we have been functioning under has once again experienced a decrease in cost of 0.5% in the contribution rate for general employees, an increase in cost of 0.3% for police, and a reduction of 1.1% for fire. Thanks to our voters, those plans have been improved with total costs to fund at approximately \$1,425,000.
- Noteworthy purchases within departmental budgets include a BusComm Liberty interview/record system software replacement for the police department (\$6,440) and mobile data terminals for the police department (\$17,000). The Fire Department is requesting security cameras for Fire House 1 (\$4,700) and both Incident Command Training (\$9,000) and Live Fire Training (\$12,000) as well as \$12,500 for a fire station replacement study. Funding support

**CITY OF WEBSTER GROVES, MISSOURI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

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for battery back-up replacement servers (\$5,000) and an I-Pad for sign/tree inventory (\$1,000) is requested by the IT Department. An ice machine for the City Hall break room (\$2,400), fire department doors and locks to both the police department and fire department (\$12,900), a salt dome door (\$11,756), and an ABS cable for an analyzer (\$1,000) are all items requested by the Public Works Department. Needs in the areas of Parks and Recreation include patio furniture (\$4,400), a tennis court windscreen-Memorial (\$1,800), volleyball standards (\$4,975), a bench for the front of the Recreation Center (\$1,600), a commercial refrigerator (\$1,400), and several 8-foot seminar tables (\$3,000). Paver endcaps for Elm/44 (\$3,780), repair and regluing the caps at Elm/44 (\$1,200) and work on the retaining wall at Elm/44 (\$8,310) are also items requested for the upcoming fiscal year.

- The three Business Districts continue to support personnel and supplies used for landscape maintenance, snow removal, and holiday decorations throughout the City. They have a combined budget total for these expenditures of \$87,381. This amount is transferred from their individual District funds into the general fund to pay for these efforts.
- There are many worthwhile expenditures scheduled for FY2018. Funding is provided for a radio communications enhancement for portables that will allow police officers to more effectively and safely communicate with Dispatch. An upgrade of the Barnickel Park playground piece to coincide with the Great Rivers Greenway (GRG) renovation of the park and trail is another program request. Replacement of two thermal imaging cameras, an automatic defibrillator, and two multi-gas detectors are some of the Fire Department's budget requests. Firewall server replacement, Microsoft Office license upgrades, and desktop computer replacements are Information Technology requests. New cardio equipment for the Fitness Center, replacement of tables and chairs in the meeting rooms, new flooring in the breezeway and a major flush and repair of the fire suppression system at the Ice Arena are all Parks and Recreation requests.
- Funding support is being provided to the Public Works Department for a number of projects that will be taking place during the 2018 fiscal year. The underlying concrete joints on South Elm Avenue were successfully stabilized this year and now a mill and overlay of the asphalt surface is required to finish the job. To address issues with stormwater problems that are negatively impacting property values, City staff outlined projects for fiscal year 2018 that include the design of a replacement culvert on Edgar Road at Chestnut Hill Lane, the construction of inlets and reinforced concrete pipe to alleviate front yard and garage flooding at 9445 Big Bend Blvd, and the design and construction of a stormwater filtration system for the Service Center to meet the Department of Natural Resources and Metropolitan St. Louis Sewer District requirements. The City is in receipt of a Transportation Alternative Program Grant for a Central Avenue Sidewalk project. The project will provide a new sidewalk on Central Avenue and S. Gore Avenue that will connect the existing sidewalks on S. Rock Hill Road and W. Glendale Road. This federal grant will supply approximately 65% of the project cost.
- An item that was new item to the fiscal year 2017 capital budget and recurs in the fiscal year 2018 budget is a repair to the parking garage in the Old Webster Business District. After a structural review of the parking garage, the addition of supplementary beams and columns is recommended. Therefore, the repairs scheduled for 2017 in addition to these newer ones will be completed in fiscal year 2018 to coordinate these efforts. This project is an item of necessity as it is experiencing failure of the structural upper deck beams "double tees". Expansion joints, perimeter cove joints, and the deck pavement are in need of repair. The west entrance expansion joint will also be replaced, as well as full depth deck repairs that include removal of delaminated concrete decking to full slab thickness, removing rust from reinforcement and installation of supplementary dowels and welded wire mesh.
- The mill and overlay program will continue as the City continues to remove and replace underlying asphalt and address the street resurfacing needs. Failure to repave the brittle surface will ultimately result in alligator cracking, potholes, and sub-base failure requiring total construction to correct the defect. Finally, some more routine items which appear in the CIP with regularity and are indeed needed for the upcoming year are three police cars (including one unmarked car), two fleet maintenance vehicles, a public works pick-up truck and a parks division (light duty) truck.

**CITY OF WEBSTER GROVES, MISSOURI**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

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- Other future items in or new to the CIP worth noting include a storage area network (SAN) in fiscal year 2019. This is a key component to the City server architecture, hosting thirty-five servers including payroll, email, databases, and file storage. The new SAN, will increase the amount of available storage, which at that point, will have reached capacity with existing equipment. The purchase of body cameras for the Police Department in fiscal year 2019 is another item worth note. The camera is expected to become standard wear either through legislation or to meet community expectations for providing transparency. Self Contained Breathing Apparatus (SCBA) for Fire Department personnel is an item budgeted in FY2020. The new SCBA will replace existing equipment that was placed in service in 2010.
- In addition to the Aquatic Center play features noted for replacement in FY2019, upgrades and repairs are also budgeted in subsequent years. The slide tower will be restored in FY2019 and in FY2020 a number of the original spray ground features will be replaced, including the lemon drops, whale, snake, pelican, and three sprayers. Facility improvements to the Recreation Complex, including the replacement of four HVAC rooftop units that service the Fitness Center and Gymnasium and a large unit that services the meeting rooms and rink offices, are in the fourth year of the five-year CIP.
- The East Lockwood Mill and Overlay project in FY2019, is one of several projects Public Works is undertaking to implement The Americans with Disabilities Act (ADA) federal requirements. This project will run from Elm Avenue to Big Bend Boulevard and includes the removal and replacement of the non-conforming ADA ramps at the intersections and land, crosswalk and stop bar striping. Finally, some large equipment items necessary for appropriate infrastructure improvements and maintenance include a pothole patch truck to be purchased in FY2018, a front-end loader to be purchased in FY2019, and a tractor/loader/backhoe to be purchased in FY2021.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide the reader a general overview of the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Assistant City Manager/Director  
of Finance and Administration  
City of Webster Groves, Missouri  
#4 East Lockwood Avenue  
Webster Groves, MO 63119

**CITY OF WEBSTER GROVES, MISSOURI**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2017**

	<b>Governmental Activities</b>
<b>ASSETS</b>	
Cash and investments	\$ 17,895,011
Receivables (net):	
Taxes	686,147
Intergovernmental	1,189,227
Court fines	99,234
Ambulance fees	279,857
Other	483,307
Prepaid items	13,510
Net pension asset	4,763,760
Capital assets:	
Land and construction in progress	1,139,707
Other capital assets, net of accumulated depreciation	38,716,740
Total Assets	65,266,500
 <b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred amounts related to pensions	2,092,876
 <b>LIABILITIES</b>	
Accounts payable and accrued liabilities	1,330,247
Accrued interest	95,833
Unearned revenue	95,820
Due to Fiduciary Fund	21,797
Long-term liabilities:	
Due within one year	2,218,959
Due in more than one year	7,719,671
Due in more than one year - net other post-employment benefits obligations	377,166
Total Liabilities	11,859,493
 <b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred amounts related to pensions	1,484,678
 <b>NET POSITION</b>	
Net investment in capital assets	33,729,901
Restricted for:	
Stormwater improvements	699,541
Park improvements	907,112
Capital improvements	1,566,565
Special taxing district	417,804
Debt service	1,967,081
Unrestricted net position	14,727,201
Total Net Position	\$ 54,015,205

**CITY OF WEBSTER GROVES, MISSOURI**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Expenses</b>	<b>Program Revenues</b>			<b>Net Revenues (Expenses) And Changes In Net Position</b>
<b>FUNCTIONS/PROGRAMS</b>	<b>Charges For Services</b>	<b>Operating Grants And Contributions</b>	<b>Capital Grants And Contributions</b>	<b>Governmental Activities</b>	
<b>Governmental Activities</b>					
General government	\$ 2,769,078	1,448,731	-	-	(1,320,347)
Public safety	8,199,510	1,163,950	124,596	-	(6,910,964)
Public works	5,870,780	379,527	1,526,541	-	(3,964,712)
Parks and recreation	3,860,790	1,957,753	-	472,918	(1,430,119)
Planning and development	762,025	416,535	-	-	(345,490)
Interest	355,773	-	-	-	(355,773)
Total Governmental Activities	\$ 21,817,956	5,366,496	1,651,137	472,918	(14,327,405)
<b>General Revenues</b>					
Property taxes					4,288,396
Sales taxes					6,965,747
Utility taxes					3,471,752
Investment income					96,028
Other					122,124
Total General Revenues					14,944,047
<b>CHANGE IN NET POSITION</b>					616,642
<b>NET POSITION, JULY 1</b>					53,398,563
<b>NET POSITION, JUNE 30</b>					\$ 54,015,205

See notes to financial statements

**CITY OF WEBSTER GROVES, MISSOURI**

**BALANCE SHEET - GOVERNMENTAL FUNDS**

**JUNE 30, 2017**

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Street Improvement	Grant	Other Governmental Funds	
<b>ASSETS</b>					
Cash and investments	\$ 10,870,736	1,651,134	-	5,373,141	17,895,011
Receivables (net):					
Taxes	127,537	36,902	-	521,708	686,147
Intergovernmental	788,152	89	400,986	-	1,189,227
Court fines	99,234	-	-	-	99,234
Ambulance fees	279,857	-	-	-	279,857
Other	483,307	-	-	-	483,307
Prepaid items	11,203	1,519	-	788	13,510
Due from other funds	362,047	-	-	18,117	380,164
Advance from other fund	180,000	-	-	-	180,000
<b>Total Assets</b>	<b>\$ 13,202,073</b>	<b>1,689,644</b>	<b>400,986</b>	<b>5,913,754</b>	<b>21,206,457</b>
<b>LIABILITIES</b>					
Accounts payable and accrued liabilities	\$ 1,128,270	43,738	45,488	112,751	1,330,247
Unearned revenue	-	-	95,820	-	95,820
Due to other funds	18,117	-	356,188	5,859	380,164
Due to Police and Firefighters' Fund	-	-	-	21,797	21,797
Advance to other fund	-	-	-	180,000	180,000
<b>Total Liabilities</b>	<b>1,146,387</b>	<b>43,738</b>	<b>497,496</b>	<b>320,407</b>	<b>2,008,028</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable revenue:					
Property taxes	35,622	23,083	-	40,451	99,156
Court fines	85,770	-	-	-	85,770
Ambulance	213,001	-	-	-	213,001
<b>Total Deferred Inflows Of Resources</b>	<b>334,393</b>	<b>23,083</b>	<b>-</b>	<b>40,451</b>	<b>397,927</b>
<b>FUND BALANCES</b>					
Nonspendable:					
Prepaid items	11,203	1,519	-	788	13,510
Advance to other fund	180,000	-	-	-	180,000
Restricted for:					
Stormwater improvements	-	-	-	699,533	699,533
Park improvements	-	-	-	906,358	906,358
Capital improvements	-	-	-	1,742,329	1,742,329
Street improvements	-	1,621,304	-	-	1,621,304
Special taxing district	-	-	-	417,804	417,804
Debt service	-	-	-	1,926,630	1,926,630
Assigned to:					
Purchase of supplies, services, and other current expenditures	91,291	-	-	-	91,291
Special projects	-	-	-	35,244	35,244
Unassigned	11,438,799	-	(96,510)	(175,790)	11,166,499
<b>Total Fund Balances</b>	<b>11,721,293</b>	<b>1,622,823</b>	<b>(96,510)</b>	<b>5,552,896</b>	<b>18,800,502</b>
<b>Total Liabilities, Deferred Inflows Of Resources, And Fund Balances</b>	<b>\$ 13,202,073</b>	<b>1,689,644</b>	<b>400,986</b>	<b>5,913,754</b>	<b>21,206,457</b>

**CITY OF WEBSTER GROVES, MISSOURI**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERN-**  
**MENTAL FUNDS TO THE STATEMENT OF NET POSITION**  
**JUNE 30, 2017**

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Total Fund Balances - Governmental Funds \$ 18,800,502

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 governmental funds. The cost of the assets is \$138,802,722 and the accumulated depreciation is \$98,946,275. 39,856,447

Certain amounts are not a use of financial resources and, therefore, are not reported in the governmental funds. These items consist of:

Net pension asset	4,763,760
Deferred outflows related to pensions	2,092,876
Deferred inflows related to pensions	(1,484,678)
Net OPEB obligation	(377,166)

Property taxes, municipal court receivables, and ambulance fees are assessed by the City, but are not collected as of August 31, 2017 and deferred within the governmental funds financial statements. However, revenue for this amount is recognized in the government-wide financial statements. 397,927

Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and, accordingly, are not reported as liabilities within the governmental funds financial statements. Interest on long-term debt is not accrued in the governmental funds, but rather is recognized as an expenditure when due. All liabilities - both current and long-term - are reported on the government-wide statement of net assets. Discounts and premiums are reported in the governmental funds financial statements when the debt was issued whereas these amounts are deferred and amortized over the life of the debt as an adjustment to interest expense on the government-wide financial statements.

Balances as of June 30, 2017 are:

Accrued compensated absences, vacation, and compensatory time-off	(1,607,084)
Accrued interest on outstanding debt	(95,833)
Bonds and notes	(8,269,000)
Unamortized bond premium	(62,546)

Total Net Position Of Governmental Activities \$ 54,015,205

**CITY OF WEBSTER GROVES, MISSOURI**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	Major Funds			Nonmajor Funds	Total
	General	Street Improvement	Grant	Other Governmental Funds	
<b>REVENUES</b>					
Property taxes	\$ 1,218,781	771,554	-	2,349,341	4,339,676
Sales taxes	4,190,656	-	-	2,715,491	6,906,147
Utility taxes	3,468,309	-	-	3,443	3,471,752
Intergovernmental	1,524,486	-	659,169	-	2,183,655
Licenses, fees, and permits	1,446,006	-	-	62,430	1,508,436
Fines and forfeitures	701,072	-	-	-	701,072
Charges for services	2,386,886	-	-	-	2,386,886
Sewer lateral fees	-	-	-	340,440	340,440
Investment income	62,863	15,295	-	17,870	96,028
Other	415,663	-	-	24,510	440,173
Total Revenues	15,414,722	786,849	659,169	5,513,525	22,374,265
<b>EXPENDITURES</b>					
Current:					
General government	2,374,669	-	-	603,788	2,978,457
Public safety	8,384,765	-	112,547	-	8,497,312
Public works	1,862,323	307,835	28,216	511,690	2,710,064
Parks and recreation	2,587,587	-	-	451,339	3,038,926
Planning and development	637,274	-	-	84,437	721,711
Capital outlay	16,150	781,308	518,406	1,270,481	2,586,345
Debt service:					
Principal retirement	-	-	-	1,465,401	1,465,401
Interest and other costs	-	-	-	364,423	364,423
Total Expenditures	15,862,768	1,089,143	659,169	4,751,559	22,362,639
<b>REVENUES OVER (UNDER) EX- PENDITURES</b>	(448,046)	(302,294)	-	761,966	11,626
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	122,605	-	-	3,657	126,262
Transfers out	-	-	-	(126,262)	(126,262)
Total Other Financing Sources (Uses)	122,605	-	-	(122,605)	-
<b>NET CHANGE IN FUND BALANCES</b>	(325,441)	(302,294)	-	639,361	11,626
FUND BALANCES, JULY 1	12,046,734	1,925,117	(96,510)	4,913,535	18,788,876
<b>FUND BALANCES, JUNE 30</b>	\$ 11,721,293	1,622,823	(96,510)	5,552,896	18,800,502

See notes to financial statements

**CITY OF WEBSTER GROVES, MISSOURI**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPEN-**  
**DITURES, AND CHANGES IN FUND BALANCES OF GOVERN-**  
**MENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2017**

Net Change In Fund Balances - Governmental Funds \$ 11,626

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

The governmental funds report capital outlays 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. This is the amount by which depreciation of (\$3,312,455) exceeded capital outlays over the capitalization threshold \$1,384,017 in the current period. (1,928,438)

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, donations) is to increase (decrease) net position. (3,854)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds. 56,029

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to the governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the 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 net of these differences in the treatment of long-term debt and related items.

Repayments:			
General obligation bonds	865,000		
TIF revenue notes payable	596,000		
Capital lease payable	4,401		
Amortization	8,158	1,473,559	

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 the governmental funds.

Accrued compensated absences liability	(89,706)		
Accrued interest	8,650		
Pension expense	1,135,343		
Net other - post-employment benefits obligations	(46,567)	1,007,720	

Change In Net Position Of Governmental Activities \$ 616,642

**CITY OF WEBSTER GROVES, MISSOURI**  
**STATEMENT OF FIDUCIARY NET POSITION - FIDUCIARY FUNDS**  
**JUNE 30, 2017**

	<u>Pension Trust Fund</u>	<u>Agency Funds</u>
<b>ASSETS</b>		
Cash	\$ 321,166	670,968
Investments:		
Certificates of deposit	1,545,089	-
Money market funds	127,582	-
Property tax receivable	-	27,326
Prepays	3,106	-
Due from Pension Tax Fund	21,797	-
Total Assets	<u>2,018,740</u>	<u>698,294</u>
 <b>LIABILITIES</b>		
Deposits	-	54,195
Due to Municipal Library District	-	644,099
Total Liabilities	<u>-</u>	<u>698,294</u>
 <b>NET POSITION RESTRICTED FOR PENSIONS</b>	 <u>\$ 2,018,740</u>	 <u>-</u>

**CITY OF WEBSTER GROVES, MISSOURI**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -**  
**PENSION TRUST FUND**  
**FOR THE YEAR ENDED JUNE 30, 2017**

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**ADDITIONS**

Investment income:		
Interest earned		\$ 10,052
Less - Investment management fees		2,923
Net Investment Income		7,129
Employer contributions		603,788
Total Additions		610,917

**DEDUCTIONS**

Pension costs		541,338
Insurance premiums		35,466
Total Deductions		576,804

**CHANGE IN NET POSITION**

34,113

NET POSITION RESTRICTED FOR PENSIONS, JULY 1

1,984,627

**NET POSITION RESTRICTED FOR PENSIONS, JUNE 30**

**\$ 2,018,740**

# CITY OF WEBSTER GROVES, MISSOURI

## NOTES TO FINANCIAL STATEMENTS

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### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The **CITY OF WEBSTER GROVES, MISSOURI** (the City) adopted its current home-rule form of government on March 23, 1954. The City's major operations include police and fire protection, street maintenance and improvement, parks and recreation, certain housing services, and general administration services.

The accounting policies and financial reporting practices of the City conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The following is a summary of the more significant accounting policies:

#### 1. **Reporting Entity**

The financial statements of the City include the financial activities of the City and any component units, entities which are financially accountable to the City. The City does not currently have any component units.

#### **Related Organization**

The City Council appoints a majority of the members to the Webster Groves Municipal Library District (Library District) Board; however, legal counsel believes the City's accountability does not extend beyond this authority. However, the City maintains a fiduciary responsibility for the Library District as the City processes the Library District's payroll and adopts through ordinance the Library District's property tax levy. The financial activity of certain Library District's cash accounts is included in the City's fund financial statements as an Agency Fund. The Library District issues a separate financial statement, which may be obtained by writing to the Webster Groves Municipal Library District, 301 East Lockwood Avenue, Webster Groves, MO 63119.

#### 2. **Government-wide and Fund 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 nonfiduciary activities of the City. For the most part, 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 is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: 1) charges for services to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment, including special assessments. Taxes, unrestricted interest earnings, and other items not properly included among program revenues are reported instead as general revenues.

Following the government-wide financial statements are separate financial statements for governmental funds and fiduciary funds, even though the latter is excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. The City has determined that the General Fund, Street

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2. Government-wide and Fund Financial Statements (Continued)**

Improvement Fund and the Grant Fund are major governmental funds. All other governmental funds are reported in one column labeled "Other Governmental Funds". The total fund balances for all governmental funds are 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.

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

**Governmental Fund Types**

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

The following are the City's governmental major funds:

**General Fund** -- This fund is the City's primary operating fund. It accounts for operations except those required to be accounted for in another fund. Primary sources of revenues are property tax, sales tax, utility tax, and user and service fees. Primary expenditures are for general government and public safety.

**Street Improvement Fund** -- This fund is used to account for property tax revenue levied for street maintenance and improvement.

**Grant Fund** -- This fund is used to account for grant revenue and expenditures.

The other governmental funds of the City are considered nonmajor. They are Special Revenue Funds which account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes, Capital Projects Funds which account for financial resources to be used for acquisition or construction of major capital facilities and Debt Service Funds which are used to account for accumulation of resources and payment of principal and interest on general obligation debt.

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2. Government-wide and Fund Financial Statements (Continued)**

**Fiduciary Fund Types**

**Pension Trust Fund** -- The assets in this fund are held in a trustee capacity for the City's eligible Police and Firefighters' employees.

In 1998 the City terminated its Police and Firefighters' Defined Benefit Retirement Plan and replaced it with a Money Purchase Plan, which was then terminated in 2013 and replaced with Missouri Local Government Employees Retirement System (LAGERS). The remaining assets of the former Money Purchase Plan may be used for disability insurance premiums, group life insurance premiums, certain pension amounts, and certain administrative expenses of the plan.

**Agency Funds** -- These funds account for the assets held by the City as an agent for individuals, private organizations, or other governmental units. Agency Funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations. These funds account for activities of the Municipal Library District, Court Bond Deposits Fund, and Construction Escrows Fund.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this rule are payment-in-lieu of taxes and other charges and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

**3. Measurement Focus and Basis of Accounting**

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

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

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**3. Measurement Focus and Basis of Accounting (Continued)**

Revenues are recognized in the accounting period in which they become both measurable and available. The term “available” is defined as collectible within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. For the City, available means expected to be received within 60 days of fiscal year-end.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Expenditures for principal and interest on long-term debt, as well as expenditures related to compensated absences, are not recognized until due.

GASB Statement No. 33 (GASB 33) groups nonexchange transactions into the following four classes, based upon their principal characteristics: derived tax revenues, imposed nonexchange revenues, government mandated nonexchange transactions, and voluntary nonexchange transactions.

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

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

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

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

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**4. Cash and Investments**

State statutes authorize the City to invest in obligations of the U.S. Treasury, federal agencies, commercial paper, certificates of deposit, and repurchase agreements. Investments are stated at fair value or cost which approximates fair value. Certain cash and investments have been restricted in accordance with debt requirements.

**5. Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements on the consumption method. Prepaid items are recorded as expenditures when consumed rather than purchased. Prepaid items are equally offset by fund balance reserve which indicates that they do not constitute "available spendable resources" even though they are a component of net current position.

**6. Compensated Absences**

Vacations accrue to employees based on months of continuous service. An employee can carry over into the next year up to 1 - 1/2 years' worth of earned vacation days. Upon departure of employment from the City, an employee is entitled to payment for accrued vacation. Vacation expense is not accrued in the respective governmental types as it is earned since it is not expected to be paid from current available resources. Sick leave accrues based upon continuous months of service with the City and may accumulate up to 1,200 hours (1,800 for firefighters). Upon departure of employment from the City on or after an employee's 50<sup>th</sup> birthday, a percentage of accumulated sick leave will be paid at the employee's normal hourly rate based on the following scale: age 50 with less than 10 years of service, 0%; 10 to 20 years of service, 25%; more than 20 years of service, 50%.

**7. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City currently only has deferred outflows related to pension reported on the government-wide statement of net position.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City currently has deferred inflows of resources for unavailable revenues from various sources reported on the governmental funds balance sheet. The City also has deferred inflows of resources related to the pension reported on the government-wide statement of net position.

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**8. Allowance**

The allowance for uncollectibles for court receivables and ambulance fees is \$7,863 and \$119,939, respectively.

**9. Encumbrances**

Encumbrances as of June 30, 2017 for major funds were as follows: General Fund \$91,291, Street Improvement Fund \$229,677, and Grant Fund \$606,012. Encumbrances as of June 30, 2017 for the aggregate non-major funds were \$1,544,593.

**10. Capital Assets**

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

Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 or more, and an estimated useful life of greater than one year. Additions or improvements and other capital outlays that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset, are capitalized. Other costs for repairs and maintenance are expensed as incurred.

Depreciation on exhaustible assets is recorded as an allocated expense in the statement of activities with accumulated depreciation reflected in the statement of net assets and is provided on the straight-line basis over the following estimated useful lives as follows:

<b>Assets</b>	<b>Years</b>
Buildings and improvements	40
Improvements other than buildings	15
Equipment and furniture	3 - 10
Vehicles	5
Infrastructure	20 - 40

A half year of depreciation is taken in the year the assets are acquired or retired. Gains or losses from sales or retirements of capital assets are included in operations of the current period.

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**11. 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. Bonds payable are reported net of applicable bond premium or discount.

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

**12. Interfund Transactions**

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 types.

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. Advances and interfund receivables and payables were eliminated to minimize the “grossing up” effect on assets and liabilities within the governmental activities column.

**13. Restricted Assets**

Certain resources set aside for the payment of construction projects and tax increment financing bonds are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants.

**14. Fund Balance Policies**

The fund balance amounts are reported in the following applicable categories listed from the most restrictive to the least restrictive:

**Nonspendable** -- The portion of fund balance that is not in a spendable form or is required to be maintained intact.

**Restricted** -- The portion of fund balance that is subject to external restrictions and constrained to specific purposes imposed by agreement, through constitutional provisions, or by enabling legislation.

**Committed** -- The portion of fund balance with constraints or limitations by formal action (resolution) of the City Council, the highest level of decision-making authority.

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**14. Fund Balance Policies (Continued)**

**Assigned** -- The portion of fund balance that the City intends to use for a specific purpose as determined by the City Manager to which the City Council has designated authority. Intent can be expressed by the City Council in the form of a motion. Action by the City Council must occur prior to year-end.

**Unassigned** -- Amounts that are available for any purpose; these positive amounts are reported only in the General Fund.

When an expenditure is incurred in governmental funds which may be paid using either restricted or unrestricted resources, the City's policy is to pay the expenditure from the restricted fund balance and then from less restrictive classification - committed, assigned, and then unassigned fund balances.

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 target is to maintain a rolling beginning fund balance of not less than 50% of annual operating expenditures for the current fiscal year. Should the balance fall below 50%, the City will identify a plan to restore fund balance to its target amount as part of the budget proposal.

**15. Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires the City to make estimates and assumptions that affect the reported amounts of assets and liabilities at fiscal year-end and revenues and expenditures or expenses during the reporting period. Actual results could differ from those estimates.

**16. Pensions**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Missouri Local Government Employees Retirement System (LAGERS) and additions to/deductions from LAGERS' fiduciary net position have been determined on the same basis as they are reported by LAGERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. LAGERS' investments are reported at fair value.

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE B - CASH AND INVESTMENTS**

**1. Deposits**

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

As of June 30, 2017, the City's bank balances were entirely secured or collateralized with securities held by the City or by its agent in the City's name.

**2. Investments**

As of June 30, 2017, the City had the following investments:

<u>Investments</u>	<u>Fair Value</u>	<u>Maturities</u>			<u>Credit Risk</u>
		<u>No Maturity</u>	<u>Less Than One Year</u>	<u>1 - 5 Years</u>	
<b>Primary Government</b>					
Certificates of deposit	\$ 12,392,033	-	9,631,906	2,760,127	N/A
Banker's acceptances	2,314,964	-	2,314,964	-	N/A
Money market funds	1,435,875	1,435,875	-	-	Not Rated
Total Primary Government	<u>16,142,872</u>	<u>1,435,875</u>	<u>11,946,870</u>	<u>2,760,127</u>	
<b>Fiduciary Funds</b>					
Certificates of deposit	1,545,089	-	1,545,089	-	N/A
Money market funds	127,582	127,582	-	-	Not Rated
Total Fiduciary Funds	<u>1,672,671</u>	<u>127,582</u>	<u>1,545,089</u>	<u>-</u>	
Grand Total Investments	<u>\$ 17,815,543</u>	<u>1,563,457</u>	<u>13,491,959</u>	<u>2,760,127</u>	

**Credit Risk** is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City's credit risk policy requires all investments in certificates of deposit which exceed the financial institution's insurance limits be secured by eligible collateral. The fair value of collateral for certificates of deposit and repurchase agreements must be at least 100% of the value of the investment instrument less the amount of insurance coverage. Eligible collateral shall be in accordance with Missouri state statutes. The City's policy also requires the highest rating issued by Moody's Investor Services for investments in commercial paper or bankers acceptances.

**Interest Rate Risk** is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse inter-

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE B - CASH AND INVESTMENTS (Continued)**

**2. Investments (Continued)**

est rate changes. In accordance with the City's investment policy, the City will not directly invest in securities maturing more than two years from the date of purchase, unless approved by the City Manager.

**Concentration of Credit Risk** is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City's investment policy requires that at least 80% of the total investment portfolio be invested in: 1) bonds, bills, or notes of the United States or an agency of the United States; 2) negotiable certificates of deposits, savings accounts, and other interest earning deposit accounts; or 3) repurchase agreements against eligible collateral. Additionally, no more than 5% of the total fair value of the portfolio may be invested in any one issue of the drafts drawn on a commercial bank or commercial paper issued by domestic corporations.

**3. Fair Value Measurements**

The City classifies its fair value measurements within the fair value hierarchy established by accounting principles generally accepted in the United States of America. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The City has the following recurring fair value measurements as of June 30, 2017:

- Certificates of deposit and money market funds are not subject to fair value level classification
- Banker's acceptances of \$2,314,964 are valued using quoted market prices (Level 1 inputs)

**NOTE C - CAPITAL ASSETS**

The following is a summary of changes in capital assets:

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE C - CAPITAL ASSETS (Continued)**

**For The Year Ended June 30, 2017**

	<b>Balance June 30 2016</b>	<b>Increases</b>	<b>Decreases</b>	<b>Balance June 30 2017</b>
Capital assets not being depreciated:				
Land	\$ 1,082,847	-	-	1,082,847
Construction in progress	68,465	87,999	99,604	56,860
Total Capital Assets Not Being Depreciated	<u>1,151,312</u>	<u>87,999</u>	<u>99,604</u>	<u>1,139,707</u>
Capital assets being depreciated:				
Land improvements	1,022,432	-	-	1,022,432
Buildings	25,231,322	-	-	25,231,322
Building improvements	1,715,932	21,209	-	1,737,141
Other improvements	7,197,425	302,215	-	7,499,640
Equipment and furniture	5,675,168	717,625	7,971	6,384,822
Vehicles	4,771,090	354,573	99,008	5,026,655
Infrastructure	90,761,003	-	-	90,761,003
Total Capital Assets Being Depreciated	<u>136,374,372</u>	<u>1,395,622</u>	<u>106,979</u>	<u>137,663,015</u>
Less - Accumulated depreciation for:				
Land improvements	527,950	29,211	-	557,161
Buildings	10,154,778	617,105	-	10,771,883
Building improvements	211,115	43,296	-	254,411
Other improvements	5,409,212	408,488	-	5,817,700
Equipment and furniture	4,236,138	436,719	7,971	4,664,886
Vehicles	3,291,563	548,228	95,154	3,744,637
Infrastructure	71,906,189	1,229,408	-	73,135,597
Total Accumulated Depreciation	<u>95,736,945</u>	<u>3,312,455</u>	<u>103,125</u>	<u>98,946,275</u>
Total Capital Assets Being Depreciated, Net	<u>40,637,427</u>	<u>(1,916,833)</u>	<u>3,854</u>	<u>38,716,740</u>
Capital Assets, Net	<u>\$ 41,788,739</u>	<u>(1,828,834)</u>	<u>103,458</u>	<u>39,856,447</u>

Depreciation expense for governmental activities is charged to functions as follows:

	<b>For The Year Ended June 30 2017</b>
General government	\$ 111,896
Public safety	473,154
Public works	2,021,976
Parks and recreation	670,709
Planning and development	<u>34,720</u>
Total	<u>\$ 3,312,455</u>

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE D - LONG-TERM DEBT**

A summary of changes in long-term liabilities is as follows:

	<b>For The Year Ended June 30, 2017</b>			<b>Balance June 30 2017</b>	<b>Amounts Due Within One Year</b>
	<b>Balance June 30 2016</b>	<b>Additions</b>	<b>Reductions</b>		
General obligation bonds	\$ 8,935,000	-	865,000	8,070,000	895,000
TIF revenue notes payable	795,000	-	596,000	199,000	199,000
Capital lease payable	4,401	-	4,401	-	-
Bond premium	70,704	-	8,158	62,546	-
Compensated absences	1,517,378	1,109,268	1,019,562	1,607,084	1,124,959
<b>Total</b>	<b>\$ 11,322,483</b>	<b>1,109,268</b>	<b>2,493,121</b>	<b>9,938,630</b>	<b>2,218,959</b>

The general obligation bonds are to be liquidated by the General Obligation Debt Service Fund. The TIF revenue notes payable are to be liquidated by the Shoppes at the Old Webster TIF Fund. Compensated absences are generally liquidated by the General Fund. The capital lease is liquidated by the Capital Improvement Tax Fund.

**General Obligation Bonds**

In March 2011 the City issued \$13,000,000 in General Obligation Bonds, the proceeds of which are to be used for the repairing, improving and reconstructing certain public streets in the City. The bonds bear interest ranging from 2% to 4% and mature in 2025.

The annual principal and interest requirements to maturity of the general obligation bonds as of June 30, 2017 are as follows:

<b>For The Years Ending June 30</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2018	\$ 895,000	287,500	1,182,500
2019	920,000	260,650	1,180,650
2020	950,000	233,050	1,183,050
2021	985,000	202,175	1,187,175
2022	1,020,000	167,700	1,187,700
2023 - 2025	3,300,000	267,600	3,567,600
<b>Total</b>	<b>\$ 8,070,000</b>	<b>1,418,675</b>	<b>9,488,675</b>

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE D - LONG-TERM DEBT (Continued)**

**TIF Revenue Notes Payable**

In July 2002 the City issued \$4,000,000 in Tax Increment Financing Revenue Notes (the Shoppes at Old Webster Redevelopment Project) Series 2003 to provide funds to: 1) pay for certain redevelopment project costs incurred or to be incurred and 2) fund interest with respect to the original notes during the construction of the redevelopment project. The notes are considered a special limited obligation of the City, with variable interest and mature October 2021.

The City will make principal and interest payments on the notes based on incremental additional revenue from taxes attributable to the project site. Since annual repayment amounts for the TIF revenue notes payable will be determined based upon future revenues, a schedule of debt service requirements to maturity cannot be established.

**NOTE E - PENSION PLANS**

*Plan Description*

The City's defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The City participates in Missouri Local Government Employees Retirement System (LAGERS). LAGERS is an agent multiple-employer, statewide public employee pension plan established in 1967 and administered in accordance with RSMo 70.600-70.755. As such, it is LAGERS' responsibility to administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401(a) and is tax exempt. The responsibility for the operations and administration of LAGERS is vested in the LAGERS' Board of Trustees consisting of seven persons. LAGERS issues a publicly available financial report that includes financial statements and required supplemental information. This report may be obtained by accessing the LAGERS' website at [www.molagers.org](http://www.molagers.org).

*Benefits Provided*

LAGERS provides retirement, death and disability benefits. Benefit provisions are adopted by the governing body of the employer, within the options available in the state statutes governing LAGERS. All benefits vest after 5 years of credited service. Employees who retire on or after age 60 (55 for police and fire) with 5 or more years of service are entitled to an allowance for life based upon the benefit program information provided below. Employees may retire with an early retirement benefit with a minimum of 5 years of credited service and after attaining age 55 (50 for police and fire) and receive a reduced allowance.

**2017 Valuation**

Benefit multiplier - police and fire	2.0% for life
Benefit multiplier - nonuniform	1.5% for life
Final average salary	5 years
Member contributions	4%

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE E - PENSION PLANS (Continued)**

Benefit terms provide for annual post-retirement adjustments to each member's retirement allowance subsequent to the member's retirement date. The annual adjustment is based on the increase in the Consumer Price Index and is limited to 4% per year.

***Employees Covered by Benefit Terms***

At June 30, 2017, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	12
Inactive employees entitled to but not yet receiving benefits	15
Active employees	<u>148</u>
Total	<u>175</u>

***Contributions***

The City is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance an unfunded accrued liability. Full-time employees of the City contribute 4% of their gross pay to the pension plan. The City contribution rates are 5.3% (General), 8.2% (Police), and 9.9% (Fire) of annual covered payroll.

***Net Pension Liability (Asset)***

The City's net pension liability (asset) was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of February 28, 2017.

***Actuarial Assumptions***

The total pension liability in the February 28, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25% wage inflation; 2.50% price inflation
Salary Increase	3.25% to 7.15% including wage inflation
Investment rate of return	7.25% net of investment expenses

The healthy retiree mortality tables for post-retirement mortality were RP-2014 Healthy Annuitant mortality table for males and females. The disabled retiree mortality tables for post-retirement mortality were the RP-2014 disabled mortality table for males and females. The pre-retirement mortality tables used were the RP-2014 employees' mortality tables for males and females.

Both the post-retirement and pre-retirement tables were adjusted for mortality improvement back to the observation period base year of 2006. The base year for males was then established to be 2017. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to the above described tables.

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE E - PENSION PLANS (Continued)**

The actuarial assumptions used in the February 28, 2017 valuation were based on the results of an actuarial experience study for the period March 1, 2010 through February 28, 2015.

The long-term expected rate of return on pension plan investments was determined using a model method in which the best-estimate ranges of expected future real rates of return (expected returns, net of investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate Of Return</u>
Equity	43.00%	5.29%
Fixed income	26.00	2.93
Real assets	21.00	3.31
Strategic assets	10.00	5.73

***Discount Rate***

The discount rate used to measure the total pension liability (asset) is 7.25%. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payment to determine the total pension liability.

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE E - PENSION PLANS (Continued)**

**Changes in the Net Pension Liability (Asset)**

	Increase (Decrease)		
	Total Pension	Plan Fiduciary	Net Pension
	Liability	Net Position	Liability (Asset)
	(a)	(b)	(a)-(b)
<b>Balances at June 30, 2016</b>	\$ 27,086,507	28,399,812	(1,313,305)
<b>Changes for the year</b>			
Service cost	1,105,733	-	1,105,733
Interest	1,964,859	-	1,964,859
Difference between expected and actual experience	(631,486)	-	(631,486)
Contributions - employer	-	758,140	(758,140)
Contributions - employee	-	1,918,363	(1,918,363)
Net investment income	-	3,373,340	(3,373,340)
Benefit payments, including refunds	(1,075,209)	(1,075,209)	-
Administrative expense	-	(14,165)	14,165
Other	-	(146,117)	146,117
Net Changes	<u>1,363,897</u>	<u>4,814,352</u>	<u>(3,450,455)</u>
<b>Balances at June 30, 2017</b>	<u>\$ 28,450,404</u>	<u>33,214,164</u>	<u>(4,763,760)</u>

***Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate***

The following presents the net pension liability (asset) of the employer, calculated using the discount rate of 7.25%, as well as what the City's net pension liability (asset) would be using a discount rate that is 1% point lower (6.25%) or 1% point higher (8.25%) than the current rate.

	<u>1% Decrease</u>	<u>Current Single Discount Rate Assumption</u>	<u>1% Increase</u>
Net pension liability (asset)	(\$381,102)	(4,763,760)	(8,400,820)

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

For the year ended June 30, 2017 the City recognized pension expense of (\$377,203). Reported deferred outflows and inflows of resources are related to the following sources:

	<u>Outflows</u>	<u>Inflows</u>	<u>Net Outflows</u>
Differences in experience	\$ 344,222	(1,484,678)	(1,140,456)
Assumptions changes	928,039	-	928,039
Excess (deficit) investment returns	820,615	-	820,615
Total	<u>\$ 2,092,876</u>	<u>(1,484,678)</u>	<u>608,198</u>

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE E - PENSION PLANS (Continued)**

Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in the actuarially determined pension expense as follows:

**For The Plan  
Years Ending  
June 30**

2018	\$ 420,595
2019	420,596
2020	145,382
2021	(281,490)
2022	(28,883)
Thereafter	<u>(68,002)</u>
Total	<u>\$ 608,198</u>

**Payable to the Pension Plan**

At June 30, 2017, the City reported a payable of \$153,318 for the outstanding amount of contributions to the pension plan for the year ended June 30, 2017.

**NOTE F - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS**

**Plan Description**

The City provides a single-employer defined benefit plan that provides healthcare benefits to employees who are eligible to retire once they have attained age 55 plus 10 years of service. This benefit terminates at age 65 for both employees and spouses. Employees and spouses must be on the plan at time of retirement to be eligible to participate in the plan after retirement. Medical and prescription drug benefits are available to retirees in the City's insurance plan. Retirees must contribute \$559.06/\$1,230.13 per month for single/spouse coverage. The City's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the ARC of the employer, an amount actuarially determined in accordance with the parameters of GASB 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial accrued liabilities (UAAL). The latest actuarial valuation was for the plan year ended June 30, 2016.

The City sponsors and administers a single-employer OPEB plan that does not issue a separate stand-alone financial report. The OPEB is generally liquidated by the General Fund.

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE F - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)**

The City's annual OPEB cost for the year and the related information are as follows:

	<b>For The OPEB Fiscal Year Ended June 30 <u>2017</u></b>
ARC	\$ 112,448
Interest on net OPEB obligation	13,224
Adjustment to ARC	<u>(29,734)</u>
Annual OPEB Cost	95,938
Contributions made	<u>(49,371)</u>
Increase In Net OPEB Obligation	46,567
Net OPEB obligation, beginning of year	<u>330,599</u>
 Net OPEB Obligation, End of Year	 <u><u>\$ 377,166</u></u>

The Plan was established by City Ordinance, which assigned the authority to establish and amend plan benefit provisions to the City. The contribution requirements of the City and plan members are established and may be amended by the City.

**Required Supplemental Information**

**Schedule Of Funding Progress**

<b>Actuarial Valuation Date <u>July 1</u></b>	<b>Value Of Assets <u>(1)</u></b>	<b>Actuarial Accrued Liability <u>(2)</u></b>	<b>UAAL <u>(1) - (2)</u></b>	<b>Accrued Funded Ratio <u>(1)/(2)</u></b>	<b>Covered Payroll <u>(3)</u></b>	<b>UAAL As A Percentage Of Covered Payroll <u>(1 - 2)/(3)</u></b>
2015	\$ -	\$715,461	(\$715,461)	- %	\$10,792,954	N/A
2012	-	648,421	(648,421)	-	10,026,465	N/A
2010	-	464,233	(464,233)	-	9,056,128	N/A

**Schedule Of Employer Contributions**

<b>For The Years Ended <u>June 30</u></b>	<b>Annual OPEB Cost <u>Cost</u></b>	<b>Contribution Made <u>Made</u></b>	<b>Percent Contributed <u>Contributed</u></b>
2016	\$94,322	\$47,472	50.33%
2013	89,879	26,604	29.60
2011	63,899	30,238	47.32

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE F - POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)**

Significant actuarial assumptions used in the valuation are as follows:

Valuation method	Projected unit credit method
Latest valuation date	June 30, 2016
Discount rate	4% per annum
Amortization period - open	15 years for initial UAAL
Payroll inflation	N/A
Mortality	RPH 2014 Mortality Table projected using the Buck Modified MP 2015 improvement scale applied on a generational basis
Medical premium rates	9% initial rate; 5% ultimate rate

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 healthcare cost trend. Amounts determined regarding the funding status of the plan and the ARC 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 supplemental information following the notes to financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the AAL for benefits.

Projections of benefits for financial reporting purposes are based on a substantive plan (the plan as understood by the employer and the plan members) and includes the type of benefits provided at the time of each valuation and the historical pattern of sharing the 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 AAL and the actuarial value of assets, consistent with the long-term perspective of the calculations.

**NOTE G - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

The outstanding balances between funds are due to either timing differences or to the elimination of negative cash balances within various funds. The following is a reconciliation of internal receivables and payables:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>June 30 2017</u>
General Fund	Nonmajor Special Revenue Fund - Old Webster Taxing District	\$ 4,453
General Fund	Nonmajor Special Revenue Fund - Old Orchard Taxing District	1,406
General Fund	Grant Fund	356,188
Nonmajor Capital Projects Fund - Old Webster Taxing District	General Fund	9,476
Nonmajor Special Revenue Fund - Old Orchard Taxing District	General Fund	399
Nonmajor Debt Service Fund - General Obligation Debt Service	General Fund	<u>8,242</u>
Total		<u>\$ 380,164</u>

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE G - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (Continued)**

Transfers may be used to move unrestricted General Fund revenues to finance various programs that the City must account for in other funds in accordance with budgetary authorizations, including amounts provided as subsidies or matching funds for various grant programs. Individual interfund transactions are as follows:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>For The Year Ended June 30 2017</u>
General Fund	Nonmajor Special Revenue Fund - Old Orchard Taxing District	\$ 27,147
General Fund	Nonmajor Special Revenue Fund - Crossroads Taxing District	17,875
General Fund	Nonmajor Special Revenue Fund - Old Webster Taxing District	27,583
General Fund	Nonmajor Capital Projects Fund - Park Improvement Tax	50,000
Nonmajor Capital Projects Fund - Capital Improvement Tax	Nonmajor Special Revenue Fund - Old Webster Taxing District	<u>3,657</u>
Total		<u>\$ 126,262</u>
 <b>Advance from/to other funds</b>		
<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>June 30 2017</u>
General Fund	Nonmajor Capital Projects Fund - Sewer Lateral Fund	<u>\$ 180,000</u>

This interfund advance will be paid back in subsequent years as fund permit.

**NOTE H - PROPERTY TAXES**

The City's property tax is levied each year based on the assessed value listed as of the prior January 1 for all real and personal property located in the City. Taxes are billed approximately November 1 and delinquent after December 31. Liens are placed on property for delinquent taxes on the January following the due date. Assessed values are established by the County Assessment Board. The 2016 levy was due and collectible during the City's fiscal year ended June 30, 2017.

**NOTE I - OPERATING LEASES**

The City entered into two operating leases in 2014 and 2015 for the use of parking lot space for a period through 2019. During the current year, the City entered into a lease for six copiers for a period through 2022.

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE I - OPERATING LEASES (Continued)**

Rent expense for the parking lot space and copiers for the year ended June 30, 2017 was \$38,849. The future minimum lease payments required for the lease are as follows:

<b>For The Years Ending June 30</b>	
2018	\$ 46,348
2019	46,528
2020	33,108
2021	22,498
2022	<u>7,499</u>
Total	<u>\$ 155,981</u>

**NOTE I - RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The City is a member of the St. Louis Area Insurance Trust (SLAIT), which is a not-for-profit, self-insurance risk pool formed by various St. Louis area municipalities to cover workers' compensation and general liability matters. The purpose of this trust is to distribute the cost of self-insurance over similar entities. In addition to insurance protection, the program provides risk management services with emphasis in loss control, claims administration, and management information services. SLAIT is fully funded by its member participants and employs an outside service company to process all claims.

The trust requires an annual premium payment by members to cover estimated claims payable and reserves for claims. The members of the trust have no legal interest in the assets, liabilities, or fund balances of the insurance trust. However, the City is contingently liable to fund its pro rata share if any deficit is incurred by the trust should the trust cease operation at some future date.

As a member of SLAIT, the City also purchases insurance policies on a group basis but issued to each participating municipality for auto, physical damage, property coverage, and public official liability coverages.

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

In addition, the City acquires bonding for public officials and public employee dishonesty from a private company.

**CITY OF WEBSTER GROVES, MISSOURI**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE J - COMMITMENTS AND CONTINGENCIES**

**1. Litigation**

The City may be subject to various lawsuits pertaining to matters which are incidental to performing routine governmental and other functions. Based on the current status of all legal proceedings, it is the opinion of management that they will not have a material effect on the City's financial position.

**2. 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.

**3. Pledged Revenues**

The City has pledged a portion of future property and sales tax to repay \$4,000,000 in tax increment revenue notes issued in 2003 to finance the Shoppes at Old Webster Redevelopment Project. The bonds are payable solely from the incremental property and sales tax revenue generated by increased property values and retail sales in the redevelopment area. Incremental tax revenues were projected to produce 100% of the debt service requirements over the life of the notes. The remaining principal is \$199,000. This amount plus interest is to be paid off no later than 2021. For the current year, the City paid \$596,000 in principal and \$50,739 in interest on the notes and the total incremental tax revenues were \$496,510 (includes utility).

**NOTE K - RESTRICTED NET POSITION AND FUND BALANCE**

The government-wide statement of net position reports \$5,558,103 of restricted net position of which \$3,591,022 is restricted by enabling legislation.

**NOTE L - DEFICIT FUND BALANCE**

The Grant Fund and Sewer Lateral Fund had a deficit fund balance of \$96,510 and \$175,764, respectively. These deficits will be offset by advances and future revenues.

**NOTE M - FUTURE ACCOUNTING PRONOUNCEMENTS**

GASB Statement No. 75 (GASB 75), *Accounting and Financial Reporting for Post-employment Benefits Other Than Pensions*, will require the City to record UAAL on the government-wide statement of net position. UAAL equals the difference between the total OPEB liability and the value of assets set aside to pay OPEB benefits. GASB 75 will be effective for the City for the year ending June 30, 2018.

**REQUIRED SUPPLEMENTAL INFORMATION SECTION**

**CITY OF WEBSTER GROVES, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -**  
**BUDGET AND ACTUAL - GENERAL FUND - BUDGET BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Over (Under) Budget</b>
<b>REVENUES</b>				
<b>Property Taxes</b>				
Real estate	\$ 1,082,833	1,082,833	1,015,849	(66,984)
Personal property	149,740	149,740	151,652	1,912
Utility real property	18,385	18,385	18,162	(223)
Financial institution	1,660	1,660	33,118	31,458
Total Property Taxes	<u>1,252,618</u>	<u>1,252,618</u>	<u>1,218,781</u>	<u>(33,837)</u>
<b>Sales Taxes</b>	<u>4,548,620</u>	<u>4,548,620</u>	<u>4,190,656</u>	<u>(357,964)</u>
<b>Utility Taxes</b>				
Water	310,000	310,000	297,696	(12,304)
Gas	825,000	825,000	667,579	(157,421)
Telephone	755,000	755,000	658,615	(96,385)
Electric	1,620,000	1,620,000	1,505,066	(114,934)
Cable	380,000	380,000	339,353	(40,647)
Total Utility Taxes	<u>3,890,000</u>	<u>3,890,000</u>	<u>3,468,309</u>	<u>(421,691)</u>
<b>Intergovernmental</b>				
Gasoline tax	610,000	610,000	623,306	13,306
Road and bridge tax	545,990	545,990	526,201	(19,789)
Cigarette tax	68,500	68,500	59,600	(8,900)
Motor vehicle sales tax	194,500	194,500	203,674	9,174
Motor vehicle sales fees	100,000	100,000	99,655	(345)
Equitable sharing	-	-	12,050	12,050
Total Intergovernmental	<u>1,518,990</u>	<u>1,518,990</u>	<u>1,524,486</u>	<u>5,496</u>
<b>Licenses, Fees, and Permits</b>				
Motor vehicle	115,000	115,000	114,145	(855)
Merchants and manufacturers	397,500	397,500	358,697	(38,803)
Liquor	17,675	17,675	18,856	1,181
Vending machine	1,675	1,675	1,975	300
Annual tree license	9,500	9,500	14,380	4,880
Permits	703,600	703,600	775,464	71,864
House inspections	60,000	60,000	57,605	(2,395)
Mechanical inspections	60,000	60,000	63,794	3,794
Parking permits	42,000	42,000	41,090	(910)
Total Licenses, Fees, And Permits	<u>1,406,950</u>	<u>1,406,950</u>	<u>1,446,006</u>	<u>39,056</u>
<b>Fines and Forfeitures</b>				
Parking	42,500	42,500	30,675	(11,825)
Municipal court	738,500	738,500	638,670	(99,830)
Inmate Security Fund	12,000	12,000	10,410	(1,590)
Bond forfeitures	-	-	21,317	21,317
Total Fines And Forfeitures	<u>793,000</u>	<u>793,000</u>	<u>701,072</u>	<u>(91,928)</u>

**(Continued)**

**CITY OF WEBSTER GROVES, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -**  
**BUDGET AND ACTUAL - GENERAL FUND - BUDGET BASIS (Continued)**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
<b>REVENUES (Continued)</b>				
<b>Charges for Services</b>				
Recreation programs	916,000	916,000	992,483	76,483
Swimming admission	306,000	306,000	324,716	18,716
Ice rink admission	90,000	90,000	97,475	7,475
Fitness center admissions	38,000	38,000	31,341	(6,659)
Recreation passes	233,500	233,500	263,499	29,999
Recreation concession receipts	17,000	17,000	14,598	(2,402)
Tennis fees	25,000	25,000	17,210	(7,790)
Learn to skate program	35,000	35,000	42,329	7,329
Police report and alarm fees	1,500	1,500	1,892	392
Police training fees	20,000	20,000	15,828	(4,172)
Ambulance service	420,000	420,000	407,084	(12,916)
Facilities rental	159,000	159,000	174,131	15,131
Planning commission filing fee	3,000	3,000	4,300	1,300
Total Charges For Services	<u>2,264,000</u>	<u>2,264,000</u>	<u>2,386,886</u>	<u>122,886</u>
<b>Investment Income</b>	<u>22,000</u>	<u>22,000</u>	<u>62,863</u>	<u>40,863</u>
<b>Other</b>				
Other jurisdictions	118,345	118,345	123,073	4,728
Miscellaneous income	130,000	130,000	93,300	(36,700)
Telecommunications leases	175,230	175,230	199,290	24,060
Total Other	<u>423,575</u>	<u>423,575</u>	<u>415,663</u>	<u>(7,912)</u>
Total Revenues	<u>16,119,753</u>	<u>16,119,753</u>	<u>15,414,722</u>	<u>(705,031)</u>
<b>EXPENDITURES</b>				
<b>General Government</b>				
City Council:				
Personnel	4,695	4,695	3,936	(759)
Materials and supplies	5,750	5,750	4,096	(1,654)
Contractual services	32,750	32,750	29,903	(2,847)
Total City Council	<u>43,195</u>	<u>43,195</u>	<u>37,935</u>	<u>(5,260)</u>
Executive:				
Personnel	222,440	222,440	226,814	4,374
Materials and supplies	1,280	2,342	2,260	(82)
Contractual services	27,925	26,863	28,429	1,566
Total Executive	<u>251,645</u>	<u>251,645</u>	<u>257,503</u>	<u>5,858</u>

(Continued)

**CITY OF WEBSTER GROVES, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -**  
**BUDGET AND ACTUAL - GENERAL FUND - BUDGET BASIS (Continued)**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
<b>EXPENDITURES (Continued)</b>				
<b>General Government (Continued)</b>				
City Clerk:				
Personnel	171,394	171,394	170,619	(775)
Materials and supplies	1,347	1,347	1,477	130
Contractual services	1,405	1,405	1,100	(305)
Total City Clerk	<u>174,146</u>	<u>174,146</u>	<u>173,196</u>	<u>(950)</u>
Customer service:				
Personnel	103,858	103,858	100,679	(3,179)
Materials and supplies	2,600	2,600	1,718	(882)
Contractual services	4,335	4,335	5,740	1,405
Total Customer Service	<u>110,793</u>	<u>110,793</u>	<u>108,137</u>	<u>(2,656)</u>
Personnel management:				
Personnel	271,130	271,130	256,013	(15,117)
Materials and supplies	7,685	7,685	5,334	(2,351)
Contractual services	42,880	42,880	47,266	4,386
Total Personnel Management	<u>321,695</u>	<u>321,695</u>	<u>308,613</u>	<u>(13,082)</u>
Information technology:				
Personnel	181,215	181,215	182,612	1,397
Materials and supplies	36,415	36,515	23,587	(12,928)
Contractual services	138,546	138,546	121,566	(16,980)
Total Information Technology	<u>356,176</u>	<u>356,276</u>	<u>327,765</u>	<u>(28,511)</u>
Municipal court:				
Personnel	161,762	161,762	170,412	8,650
Materials and supplies	2,800	2,800	2,544	(256)
Contractual services	57,806	57,806	57,114	(692)
Total Municipal Court	<u>222,368</u>	<u>222,368</u>	<u>230,070</u>	<u>7,702</u>
Finance:				
Personnel	314,499	314,499	314,473	(26)
Materials and supplies	4,025	4,025	8,510	4,485
Contractual services	141,875	141,875	134,648	(7,227)
Total Finance	<u>460,399</u>	<u>460,399</u>	<u>457,631</u>	<u>(2,768)</u>
Legal services:				
Contractual services	180,700	180,700	153,678	(27,022)

**(Continued)**

**CITY OF WEBSTER GROVES, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -**  
**BUDGET AND ACTUAL - GENERAL FUND - BUDGET BASIS (Continued)**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
<b>EXPENDITURES (Continued)</b>				
<b>General Government (Continued)</b>				
Boards and commissions:				
Materials and supplies	6,800	6,800	6,642	(158)
Contractual services	12,325	12,325	14,570	2,245
Total Boards And Commissions	<u>19,125</u>	<u>19,125</u>	<u>21,212</u>	<u>2,087</u>
Risk management:				
Personnel	37,040	37,040	40,906	3,866
Contractual services	254,195	254,195	260,783	6,588
Total Risk Management	<u>291,235</u>	<u>291,235</u>	<u>301,689</u>	<u>10,454</u>
Total General Government	<u>2,431,477</u>	<u>2,431,577</u>	<u>2,377,429</u>	<u>(54,148)</u>
<b>Public Safety</b>				
Police:				
Personnel	3,841,982	3,841,982	3,753,420	(88,562)
Materials and supplies	87,886	87,886	73,585	(14,301)
Contractual services	204,488	204,488	234,703	30,215
Total Police	<u>4,134,356</u>	<u>4,134,356</u>	<u>4,061,708</u>	<u>(72,648)</u>
Fire protection:				
Personnel	3,786,994	3,786,994	3,717,395	(69,599)
Materials and supplies	101,439	101,439	98,331	(3,108)
Contractual services	506,775	506,775	497,520	(9,255)
Total Fire Protection	<u>4,395,208</u>	<u>4,395,208</u>	<u>4,313,246</u>	<u>(81,962)</u>
Total Public Safety	<u>8,529,564</u>	<u>8,529,564</u>	<u>8,374,954</u>	<u>(154,610)</u>
<b>Public Works</b>				
Engineering:				
Personnel	218,155	218,155	219,749	1,594
Materials and supplies	3,221	3,221	2,281	(940)
Contractual services	15,420	15,420	14,664	(756)
Total Engineering	<u>236,796</u>	<u>236,796</u>	<u>236,694</u>	<u>(102)</u>
Street maintenance:				
Personnel	939,097	939,097	885,581	(53,516)
Materials and supplies	147,187	147,187	141,607	(5,580)
Contractual services	253,590	253,590	256,651	3,061
Total Street Maintenance	<u>1,339,874</u>	<u>1,339,874</u>	<u>1,283,839</u>	<u>(56,035)</u>

**(Continued)**

**CITY OF WEBSTER GROVES, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -**  
**BUDGET AND ACTUAL - GENERAL FUND - BUDGET BASIS (Continued)**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
<b>EXPENDITURES (Continued)</b>				
<b>Public Works (Continued)</b>				
Garage:				
Personnel	127,015	127,015	124,467	(2,548)
Materials and supplies	15,100	15,100	13,741	(1,359)
Contractual services	1,500	1,500	899	(601)
Capital outlay	6,000	6,000	8,700	2,700
Total Garage	<u>149,615</u>	<u>149,615</u>	<u>147,807</u>	<u>(1,808)</u>
City hall building:				
Materials and supplies	11,780	11,780	15,756	3,976
Contractual services	124,720	124,720	115,175	(9,545)
Capital outlay	10,900	10,900	7,236	(3,664)
Total City Hall Building	<u>147,400</u>	<u>147,400</u>	<u>138,167</u>	<u>(9,233)</u>
Service center:				
Materials and supplies	7,570	7,570	5,335	(2,235)
Contractual services	52,145	52,145	44,063	(8,082)
Capital outlay	8,800	8,800	7,449	(1,351)
Total Service Center	<u>68,515</u>	<u>68,515</u>	<u>56,847</u>	<u>(11,668)</u>
Total Public Works	<u>1,942,200</u>	<u>1,942,200</u>	<u>1,863,354</u>	<u>(78,846)</u>
<b>Parks and Recreation</b>				
Parks division:				
Personnel	288,622	288,622	288,561	(61)
Materials and supplies	64,112	64,112	56,104	(8,008)
Contractual services	123,236	123,236	118,477	(4,759)
Total Parks Division	<u>475,970</u>	<u>475,970</u>	<u>463,142</u>	<u>(12,828)</u>
Recreation:				
Personnel	490,855	490,855	540,546	49,691
Materials and supplies	94,503	94,403	83,692	(10,711)
Contractual services	219,580	219,580	178,027	(41,553)
Total Recreation	<u>804,938</u>	<u>804,838</u>	<u>802,265</u>	<u>(2,573)</u>
Swimming pool:				
Personnel	90,895	90,895	80,877	(10,018)
Materials and supplies	22,035	22,035	17,259	(4,776)
Contractual services	245,766	245,766	261,529	15,763
Total Swimming Pool	<u>358,696</u>	<u>358,696</u>	<u>359,665</u>	<u>969</u>
Ice rink:				
Personnel	293,518	293,518	266,841	(26,677)
Materials and supplies	41,884	41,884	46,586	4,702
Contractual services	128,225	128,225	111,548	(16,677)
Total Ice Rink	<u>463,627</u>	<u>463,627</u>	<u>424,975</u>	<u>(38,652)</u>

**(Continued)**

**CITY OF WEBSTER GROVES, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF**  
**REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -**  
**BUDGET AND ACTUAL - GENERAL FUND - BUDGET BASIS (Continued)**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Over (Under) Budget</b>
<b>EXPENDITURES (Continued)</b>				
<b>Parks and Recreation (Continued)</b>				
Fitness center:				
Personnel	358,272	358,272	324,351	(33,921)
Materials and supplies	29,749	29,749	28,959	(790)
Contractual services	182,555	182,555	151,683	(30,872)
Total Fitness Center	570,576	570,576	504,993	(65,583)
Total Parks And Recreation	2,673,807	2,673,707	2,555,040	(118,667)
<b>Planning and Development</b>				
Community development:				
Personnel	157,405	157,405	165,378	7,973
Materials and supplies	757	757	1,056	299
Contractual services	9,920	9,920	7,254	(2,666)
Total Community Development	168,082	168,082	173,688	5,606
Code enforcement:				
Personnel	469,351	469,351	445,380	(23,971)
Materials and supplies	8,586	8,586	5,766	(2,820)
Contractual services	17,845	17,845	14,190	(3,655)
Total Code Enforcement	495,782	495,782	465,336	(30,446)
Total Planning And Development	663,864	663,864	639,024	(24,840)
Total Expenditures	16,240,912	16,240,912	15,809,801	(431,111)
<b>REVENUES UNDER EXPENDITURES</b>	(121,159)	(121,159)	(395,079)	(273,920)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	122,605	122,605	122,605	-
Advance payment to other fund	-	(100,000)	(100,000)	-
Total Other Financing Sources (Uses)	122,605	22,605	22,605	-
<b>NET CHANGE IN FUND BALANCE (BUDGET BASIS)</b>	\$ 1,446	(98,554)	(372,474)	(273,920)
DECREASE IN RESERVE FOR ENCUMBRANCES			(52,967)	
INCREASE IN ADVANCE PAYMENT TO OTHER FUND			100,000	
Total Reconciling Items To GAAP Basis			47,033	
<b>NET CHANGE IN FUND BALANCE (GAAP BASIS)</b>			(325,441)	
FUND BALANCE, JULY 1			12,046,734	
<b>FUND BALANCE, JUNE 30</b>			\$ 11,721,293	

**CITY OF WEBSTER GROVES, MISSOURI  
REQUIRED SUPPLEMENTAL INFORMATION - NOTES TO  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2017**

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**Explanation of Budgetary Process**

The City management and the City Council follow the procedures as outlined below in establishing the fiscal year budgets:

- a. The budget process begins approximately four to five months prior to the beginning of the fiscal year, July 1. Department managers submit projections for estimated revenues and expenditures to the City Manager who adjusts the total department figures and returns the reports to the department managers. Once the budgets have been approved by the City Manager, the City Council is given a detailed budget for its approval.
- b. Once the City Manager has approved the respective department budgets, a public hearing is held to provide a reasonable opportunity for all persons who believe that their interest is affected by the proposed resolution to be heard by the City Council at the first meeting in June. During the second meeting in June, the proposed budget is put before the City Council as a resolution and is voted upon. The approved budget is then reproduced and made available in hard copy and electronically.
- c. Adjustments within a department budget can be made with authorization by the City Manager or Director of Finance and Administration. Transfers between funds require the approval of the City Council. During the current year, there were budget amendments approved by City Council. Transfers between departments can be authorized by the City Manager and Director of Finance and Administration, as long as the departments are in the same fund. Additionally, adjustments to departments were authorized.
- d. All funds are budgeted except for the Special Projects Fund and the Pension Tax Fund.

Funds for special appropriations are usually from unexpended balances (cash reserves). Missouri statutes state that a political subdivision cannot budget more than the total of estimated revenues plus the beginning unencumbered fund balance. The City's legal level of budgetary control is at the fund level. Budgets are prepared on a basis consistent with GAAP, except that encumbered amounts and advances are treated as expenditures for budgetary purposes. The fund balance in the Sewer Lateral Fund is offset by the total outstanding advances of \$180,000 at June 30, 2017.

**CITY OF WEBSTER GROVES, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF CHANGES**  
**IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS**  
**FOR THE YEARS ENDED JUNE 30**

<b>Total Pension Liability</b>	<u><b>2017</b></u>	<u><b>2016</b></u>	<u><b>2015</b></u>
Service cost	\$ 1,105,733	1,099,814	1,100,846
Interest on the total pension liability	1,964,859	1,724,438	1,629,551
Difference between expected and actual experience	(631,486)	143,001	(942,070)
Changes of assumptions	-	1,140,897	-
Benefit payments, including refunds	<u>(1,075,209)</u>	<u>(524,238)</u>	<u>(435,423)</u>
Net Change In Total Pension Liability	1,363,897	3,583,912	1,352,904
Total Pension Liability Beginning	<u>27,086,507</u>	<u>23,502,595</u>	<u>22,149,691</u>
Total Pension Liability Ending (a)	<u><u>\$ 28,450,404</u></u>	<u><u>27,086,507</u></u>	<u><u>23,502,595</u></u>
<b>Plan Fiduciary Net Position</b>			
Contributions - employer	\$ 758,140	870,130	980,306
Contributions - employee	1,918,363	531,710	500,145
Net investment income	3,373,340	(98,160)	527,995
Benefit payments, including refunds	(1,075,209)	(524,238)	(435,423)
Administrative expense	(14,165)	(14,143)	(15,007)
Other	<u>(146,117)</u>	<u>(52,068)</u>	<u>729,815</u>
Net Change In Plan Fiduciary Net Position	4,814,352	713,231	2,287,831
Plan Fiduciary Net Position Beginning	<u>28,399,812</u>	<u>27,686,581</u>	<u>25,398,750</u>
Plan Fiduciary Net Position Ending (b)	<u><u>\$ 33,214,164</u></u>	<u><u>28,399,812</u></u>	<u><u>27,686,581</u></u>
<b>Net Pension Liability (Asset) Ending (a)-(b)</b>	<u><u>\$ (4,763,760)</u></u>	<u><u>(1,313,305)</u></u>	<u><u>(4,183,986)</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	116.74 %	104.85	117.80
Covered Employee Payroll (for February 28/29 Valuation)	\$ 9,629,666	9,451,534	9,648,946
Net Pension Liability (Asset) as a Percentage of Covered Employee Payroll	(49.47) %	(13.90)	(43.36)

Note: Information is not available for fiscal years prior to 2015.

**CITY OF WEBSTER GROVES, MISSOURI**  
**REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF PENSION CONTRIBUTIONS**  
**LAST FOUR FISCAL YEARS**

	For The Years Ended June 30			
	2017	2016	2015	2014
Actuarially determined pension contribution	\$ 757,975	870,295	974,754	958,248
Contributions in relation to the actuarially determined contribution	757,974	870,295	974,754	958,248
Contribution Deficiency (Excess)	\$ 1	-	-	-
 Covered Employee Payroll	 \$ 9,951,882	 9,540,182	 9,632,698	 9,500,340
Contributions as a Percentage of Covered Employee Payroll	7.62 %	9.12	10.12	10.09

Notes to schedule:

Valuation date:

Actuarially determined contribution rates are calculated as of February 28/29 prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method  
 Amortization method

Entry age normal and modified terminal funding  
 A level percentage of payroll amortization method is used to amortize the UAAL over a closed period of years. If the UAAL (excluding the UAAL associated with benefit changes) is negative, then this amount is amortized over the greater of (i) the remaining initial amortization period or (ii) 15 years.

Remaining amortization period  
 Asset valuation method  
 Inflation  
 Salary increases  
 Investment rate of return  
 Retirement age  
 Mortality

Multiple bases from 15 to 26 years  
 5 years smoothed market; 20% corridor  
 3.25% wage inflation; 2.50% price inflation  
 3.25% to 7.15%; including wage inflation  
 7.25%, net of investment expenses

Experience-based table of rates that are specific to the type of eligibility condition  
 The healthy retiree mortality tables for post-retirement mortality were the RP-2014 Healthy Annuitant mortality table for males and females. The disabled retiree mortality tables for post-retirement mortality were the RP-2014 disabled mortality table for males and females. The pre-retirement mortality tables used were the RP-2014 employees' mortality tables for males and females. Both the post-retirement and pre-retirement tables were adjusted for mortality improvement back to the observation period base year of 2006. The base year for males was then established to be 2017. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to the above described tables.

Other information:

There were no benefit changes during the year.  
 The schedule of pension contributions is not available for fiscal years prior to 2014.

**OTHER SUPPLEMENTAL INFORMATION SECTION**

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION**

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**NONMAJOR GOVERNMENTAL FUNDS**

**SPECIAL REVENUE FUNDS**

Special Revenue Funds are used to account for the proceeds of special revenue sources (other than special assessment, expendable trusts, or major capital projects) that are legally restricted to expenditures for special purposes.

**Old Webster Taxing District Fund** -- This fund is used to account for self-imposed tax assessments on properties and a surcharge on merchants' license fees within the Old Webster Taxing District.

**Old Orchard Taxing District Fund** -- This fund is used to account for self-imposed tax assessments on properties and a surcharge on merchants' license fees within the Old Orchard Taxing District.

**Crossroads Taxing District Fund** -- This fund is used to account for self-imposed tax assessments on properties and a surcharge on merchants' license fees within the Crossroads Taxing District.

**The Shoppes at Old Webster TIF Fund** -- This fund is used to account for tax increment financing revenue from the Shoppes at Old Webster TIF District.

**Pension Tax Fund** -- This fund is used to account for property tax revenue levied for contributions to the Police and Firefighters' Retirement Plan.

**Special Projects Fund** -- This fund is used to account for special assessments and special tax bills.

**CAPITAL PROJECTS FUNDS**

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by proprietary funds.

**DEBT SERVICE FUNDS**

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

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - COMBINING**  
**BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS**  
**JUNE 30, 2017**

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>General Obligation Debt Service</u>	<u>Total</u>
<b>ASSETS</b>				
Cash and investments	\$ 453,317	3,008,829	1,910,995	5,373,141
Receivables:				
Taxes	47,601	426,263	47,844	521,708
Prepaid items	-	788	-	788
Due from other funds	9,875	-	8,242	18,117
	<u>510,793</u>	<u>3,435,880</u>	<u>1,967,081</u>	<u>5,913,754</u>
Total Assets	<u>\$ 510,793</u>	<u>3,435,880</u>	<u>1,967,081</u>	<u>5,913,754</u>
<b>LIABILITIES</b>				
Accounts payable and accrued liabilities	\$ 30,089	82,662	-	112,751
Due to other funds	5,859	-	-	5,859
Due to Police and Firefighters' Fund	21,797	-	-	21,797
Advance to other fund	-	180,000	-	180,000
	<u>57,745</u>	<u>262,662</u>	<u>-</u>	<u>320,407</u>
Total Liabilities	<u>57,745</u>	<u>262,662</u>	<u>-</u>	<u>320,407</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenue:				
Property taxes	-	-	40,451	40,451
	<u>-</u>	<u>-</u>	<u>40,451</u>	<u>40,451</u>
<b>FUND BALANCES</b>				
Nonspendable:				
Prepaid items	-	788	-	788
Restricted for:				
Stormwater improvements	-	699,533	-	699,533
Park improvements	-	906,358	-	906,358
Capital improvements	-	1,742,329	-	1,742,329
Special taxing district	417,804	-	-	417,804
Debt service	-	-	1,926,630	1,926,630
Assigned to:				
Special projects	35,244	-	-	35,244
Unassigned	-	(175,790)	-	(175,790)
	<u>453,048</u>	<u>3,173,218</u>	<u>1,926,630</u>	<u>5,552,896</u>
Total Fund Balances	<u>453,048</u>	<u>3,173,218</u>	<u>1,926,630</u>	<u>5,552,896</u>
Total Liabilities, Deferred Inflows Of Resources, And Fund Balances	<u>\$ 510,793</u>	<u>3,435,880</u>	<u>1,967,081</u>	<u>5,913,754</u>

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - COMBINING**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>General Obligation Debt Service</u>	<u>Total</u>
<b>REVENUES</b>				
Property taxes	\$ 1,023,973	-	1,325,368	2,349,341
Sales taxes	173,554	2,541,937	-	2,715,491
Utility taxes	3,443	-	-	3,443
Licenses, fees, and permits	62,430	-	-	62,430
Sewer lateral fees	-	340,440	-	340,440
Investment income	1,534	10,891	5,445	17,870
Other	6,567	17,943	-	24,510
Total Revenues	<u>1,271,501</u>	<u>2,911,211</u>	<u>1,330,813</u>	<u>5,513,525</u>
<b>EXPENDITURES</b>				
Personnel	603,788	334,572	-	938,360
Materials and supplies	3,230	91,947	-	95,177
Contractual services	81,207	536,510	-	617,717
Capital outlay	-	1,270,481	-	1,270,481
Principal retirement	596,000	4,401	865,000	1,465,401
Interest and other costs	50,739	22	313,662	364,423
Total Expenditures	<u>1,334,964</u>	<u>2,237,933</u>	<u>1,178,662</u>	<u>4,751,559</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(63,463)</u>	<u>673,278</u>	<u>152,151</u>	<u>761,966</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	3,657	-	3,657
Transfers out	(76,262)	(50,000)	-	(126,262)
Total Other Financing Sources (Uses)	<u>(76,262)</u>	<u>(46,343)</u>	<u>-</u>	<u>(122,605)</u>
<b>NET CHANGE IN FUND BALANCES</b>	(139,725)	626,935	152,151	639,361
FUND BALANCES, JULY 1	<u>592,773</u>	<u>2,546,283</u>	<u>1,774,479</u>	<u>4,913,535</u>
<b>FUND BALANCES, JUNE 30</b>	<u>\$ 453,048</u>	<u>3,173,218</u>	<u>1,926,630</u>	<u>5,552,896</u>

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - COMBINING BALANCE SHEET -**  
**SPECIAL REVENUE FUNDS - NONMAJOR GOVERNMENTAL FUNDS**  
**JUNE 30, 2017**

	<u>Old Webster Taxing District</u>	<u>Old Orchard Taxing District</u>	<u>Crossroads Taxing District</u>	<u>The Shoppes At Old Webster TIF</u>	<u>Pension Tax</u>	<u>Special Projects</u>	<u>Total</u>
<b>ASSETS</b>							
Cash and investments	\$ 112,816	144,945	50,711	109,601	-	35,244	453,317
Receivables:							
Taxes	524	651	481	24,148	21,797	-	47,601
Due from other funds	<u>9,476</u>	<u>399</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,875</u>
Total Assets	<u>\$ 122,816</u>	<u>145,995</u>	<u>51,192</u>	<u>133,749</u>	<u>21,797</u>	<u>35,244</u>	<u>510,793</u>
<b>LIABILITIES</b>							
Accounts payable and accrued liabilities	\$ 22,884	221	584	6,400	-	-	30,089
Due to other funds	4,453	1,406	-	-	-	-	5,859
Due to Police and Firefighters' Fund	-	-	-	-	21,797	-	21,797
Total Liabilities	<u>27,337</u>	<u>1,627</u>	<u>584</u>	<u>6,400</u>	<u>21,797</u>	<u>-</u>	<u>57,745</u>
<b>FUND BALANCES</b>							
Restricted:							
Special taxing district	95,479	144,368	50,608	127,349	-	-	417,804
Assigned to:							
Special projects	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	35,244	35,244
Total Fund Balances	<u>95,479</u>	<u>144,368</u>	<u>50,608</u>	<u>127,349</u>	<u>-</u>	<u>35,244</u>	<u>453,048</u>
Total Liabilities And Fund Balances	<u>\$ 122,816</u>	<u>145,995</u>	<u>51,192</u>	<u>133,749</u>	<u>21,797</u>	<u>35,244</u>	<u>510,793</u>

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - SPECIAL REVENUE FUNDS - NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Old Webster Taxing District</b>	<b>Old Orchard Taxing District</b>	<b>Crossroads Taxing District</b>	<b>The Shoppes At Old Webster TIF</b>	<b>Pension Tax</b>	<b>Special Projects</b>	<b>Total</b>
<b>REVENUES</b>							
Property taxes	\$ 50,558	35,013	15,101	319,513	603,788	-	1,023,973
Sales taxes	-	-	-	173,554	-	-	173,554
Utility taxes	-	-	-	3,443	-	-	3,443
Licenses, fees, and permits	32,297	21,302	8,831	-	-	-	62,430
Investment income	340	152	-	1,042	-	-	1,534
Other	-	-	-	-	-	6,567	6,567
Total Revenues	<u>83,195</u>	<u>56,467</u>	<u>23,932</u>	<u>497,552</u>	<u>603,788</u>	<u>6,567</u>	<u>1,271,501</u>
<b>EXPENDITURES</b>							
Personnel	-	-	-	-	603,788	-	603,788
Materials and supplies	3,230	-	-	-	-	-	3,230
Contractual services	37,602	28,184	15,421	-	-	-	81,207
Principal retirement	-	-	-	596,000	-	-	596,000
Interest and other costs	-	-	-	50,739	-	-	50,739
Total Expenditures	<u>40,832</u>	<u>28,184</u>	<u>15,421</u>	<u>646,739</u>	<u>603,788</u>	<u>-</u>	<u>1,334,964</u>
<b>REVENUES OVER (UNDER) EX- PENDITURES</b>	42,363	28,283	8,511	(149,187)	-	6,567	(63,463)
<b>OTHER FINANCING USES</b>							
Transfers out	<u>(31,240)</u>	<u>(27,147)</u>	<u>(17,875)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(76,262)</u>
<b>NET CHANGE IN FUND BALANCES</b>	11,123	1,136	(9,364)	(149,187)	-	6,567	(139,725)
<b>FUND BALANCES, JULY 1</b>	<u>84,356</u>	<u>143,232</u>	<u>59,972</u>	<u>276,536</u>	<u>-</u>	<u>28,677</u>	<u>592,773</u>
<b>FUND BALANCES, JUNE 30</b>	<u>\$ 95,479</u>	<u>144,368</u>	<u>50,608</u>	<u>127,349</u>	<u>-</u>	<u>35,244</u>	<u>453,048</u>

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - COMBINING BALANCE SHEET -**  
**CAPITAL PROJECTS FUNDS - NONMAJOR GOVERNMENTAL FUNDS**  
**JUNE 30, 2017**

	<u>Sewer Lateral</u>	<u>Stormwater Improvement Tax</u>	<u>Capital Improvement Tax</u>	<u>Park Improvement Tax</u>	<u>Total</u>
<b>ASSETS</b>					
Cash and investments	\$ 17,054	666,838	1,505,402	819,535	3,008,829
Receivables:					
Taxes	1,165	32,906	261,535	130,657	426,263
Prepaid items	26	8	-	754	788
	<u>26</u>	<u>8</u>	<u>-</u>	<u>754</u>	<u>788</u>
Total Assets	<u>\$ 18,245</u>	<u>699,752</u>	<u>1,766,937</u>	<u>950,946</u>	<u>3,435,880</u>
 <b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities</b>					
Accounts payable and accrued liabilities	\$ 14,009	211	24,608	43,834	82,662
Advance to other fund	180,000	-	-	-	180,000
Total Liabilities	<u>194,009</u>	<u>211</u>	<u>24,608</u>	<u>43,834</u>	<u>262,662</u>
 <b>Fund Balances</b>					
Nonspendable:					
Prepaid items	26	8	-	754	788
Restricted for:					
Stormwater improvements	-	699,533	-	-	699,533
Park improvements	-	-	-	906,358	906,358
Capital improvements	-	-	1,742,329	-	1,742,329
Unassigned	(175,790)	-	-	-	(175,790)
Total Fund Balances	<u>(175,764)</u>	<u>699,541</u>	<u>1,742,329</u>	<u>907,112</u>	<u>3,173,218</u>
Total Liabilities And Fund Balances	<u>\$ 18,245</u>	<u>699,752</u>	<u>1,766,937</u>	<u>950,946</u>	<u>3,435,880</u>

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - COMBINING STATEMENT**  
**OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -**  
**CAPITAL PROJECTS FUNDS - NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Sewer Lateral</b>	<b>Stormwater Improvement Tax</b>	<b>Capital Improvement Tax</b>	<b>Park Improvement Tax</b>	<b>Total</b>
<b>REVENUES</b>					
Sales taxes	\$ -	198,880	1,547,536	795,521	2,541,937
Sewer lateral fees	340,440	-	-	-	340,440
Investment income	-	3,134	4,500	3,257	10,891
Other	-	-	17,943	-	17,943
Total Revenues	<u>340,440</u>	<u>202,014</u>	<u>1,569,979</u>	<u>798,778</u>	<u>2,911,211</u>
<b>EXPENDITURES</b>					
Personnel	56,481	31,775	-	246,316	334,572
Materials and supplies	1,431	732	-	89,784	91,947
Contractual services	382,406	18,197	20,668	115,239	536,510
Capital outlay	-	71,231	1,131,848	67,402	1,270,481
Principal retirement	-	-	4,401	-	4,401
Interest and other costs	-	-	22	-	22
Total Expenditures	<u>440,318</u>	<u>121,935</u>	<u>1,156,939</u>	<u>518,741</u>	<u>2,237,933</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(99,878)</u>	<u>80,079</u>	<u>413,040</u>	<u>280,037</u>	<u>673,278</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfer in	-	-	3,657	-	3,657
Transfer out	-	-	-	(50,000)	(50,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>3,657</u>	<u>(50,000)</u>	<u>(46,343)</u>
<b>NET CHANGE IN FUND BALANCES</b>	(99,878)	80,079	416,697	230,037	626,935
FUND BALANCES (DEFICIT), JULY 1	<u>(75,886)</u>	<u>619,462</u>	<u>1,325,632</u>	<u>677,075</u>	<u>2,546,283</u>
<b>FUND BALANCES (DEFICIT), JUNE 30</b>	<u>\$ (175,764)</u>	<u>699,541</u>	<u>1,742,329</u>	<u>907,112</u>	<u>3,173,218</u>

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,**  
**EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL -**  
**OLD WEBSTER TAXING DISTRICT FUND - SPECIAL REVENUE FUND - BUDGET BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Original And Final Budget</b>	<b>Actual</b>	<b>Over (Under) Budget</b>
<b>REVENUES</b>			
Property taxes	\$ 37,000	50,558	13,558
Licenses, fees, and permits	32,000	32,297	297
Investment income	50	340	290
Total Revenues	69,050	83,195	14,145
<b>EXPENDITURES</b>			
Materials and supplies	9,000	3,162	(5,838)
Contractual services	40,650	37,130	(3,520)
Total Expenditures	49,650	40,292	(9,358)
<b>REVENUES OVER EXPENDITURES</b>	19,400	42,903	23,503
<b>OTHER FINANCING USES</b>			
Transfers out	(31,240)	(31,240)	-
<b>NET CHANGE IN FUND BALANCE (BUDGET BASIS)</b>	\$ (11,840)	11,663	23,503
DECREASE IN RESERVE FOR ENCUMBRANCES		(540)	
<b>NET CHANGE IN FUND BALANCE (GAAP BASIS)</b>		11,123	
FUND BALANCE, JULY 1		84,356	
<b>FUND BALANCE, JUNE 30</b>		\$ 95,479	

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,**  
**EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL - OLD**  
**ORCHARD TAXING DISTRICT FUND - SPECIAL REVENUE FUND - BUDGET BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Original And Final Budget</b>	<b>Actual</b>	<b>Over (Under) Budget</b>
<b>REVENUES</b>			
Property taxes	\$ 30,000	35,013	5,013
Licenses, fees, and permits	20,000	21,302	1,302
Investment income	50	152	102
Total Revenues	50,050	56,467	6,417
<b>EXPENDITURES</b>			
Materials and supplies	400	-	(400)
Contractual services	31,870	28,184	(3,686)
Total Expenditures	32,270	28,184	(4,086)
<b>REVENUES OVER EXPENDITURES</b>	17,780	28,283	10,503
<b>OTHER FINANCING USES</b>			
Transfers out	(27,147)	(27,147)	-
<b>NET CHANGE IN FUND BALANCE</b>	\$ (9,367)	1,136	10,503
FUND BALANCE, JULY 1		143,232	
<b>FUND BALANCE, JUNE 30</b>		<b>\$ 144,368</b>	

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,**  
**EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL -**  
**CROSSROADS TAXING DISTRICT FUND - SPECIAL REVENUE FUND - BUDGET BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Original And Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
<b>REVENUES</b>			
Property taxes	\$ 15,500	15,101	(399)
Licenses, fees, and permits	<u>9,000</u>	<u>8,831</u>	<u>(169)</u>
Total Revenues	<u>24,500</u>	<u>23,932</u>	<u>(568)</u>
<b>EXPENDITURES</b>			
Materials and supplies	3,550	-	(3,550)
Contractual services	<u>12,540</u>	<u>6,571</u>	<u>(5,969)</u>
Total Expenditures	<u>16,090</u>	<u>6,571</u>	<u>(9,519)</u>
<b>REVENUES OVER EXPENDITURES</b>	8,410	17,361	8,951
<b>OTHER FINANCING USES</b>			
Transfers out	<u>(17,875)</u>	<u>(17,875)</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCE (BUDGET BASIS)</b>	<u>\$ (9,465)</u>	(514)	<u>8,951</u>
DECREASE IN RESERVE FOR ENCUMBRANCES		<u>(8,850)</u>	
<b>NET CHANGE IN FUND BALANCE (GAAP BASIS)</b>		(9,364)	
FUND BALANCE, JULY 1		<u>59,972</u>	
<b>FUND BALANCE, JUNE 30</b>		<u>\$ 50,608</u>	

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES, EXPENDI-**  
**TURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL - THE SHOPPES**  
**AT OLD WEBSTER TIF FUND - SPECIAL REVENUE FUND - BUDGET BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Over (Under) Budget</b>
<b>REVENUES</b>				
Property taxes	\$ 300,000	300,000	319,513	19,513
Sales taxes	150,000	150,000	173,554	23,554
Utility taxes	3,450	3,450	3,443	(7)
Investment income	20	20	1,042	1,022
Total Revenues	453,470	453,470	497,552	44,082
<b>EXPENDITURES</b>				
Principal retirement	402,495	595,764	596,000	236
Interest and other costs	50,975	50,975	50,739	(236)
Total Expenditures	453,470	646,739	646,739	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ -</b>	<b>(193,269)</b>	<b>(149,187)</b>	<b>44,082</b>
<b>FUND BALANCE, JULY 1</b>			<b>276,536</b>	
<b>FUND BALANCE, JUNE 30</b>			<b>\$ 127,349</b>	

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,**  
**EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL -**  
**SEWER LATERAL FUND - CAPITAL PROJECTS FUND - BUDGET BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Over (Under) Budget</b>
<b>REVENUES</b>				
Sewer lateral fees	\$ 400,000	400,000	340,440	(59,560)
Investment income	250	250	-	(250)
Total Revenues	400,250	400,250	340,440	(59,810)
<b>EXPENDITURES</b>				
Personnel	56,687	56,687	56,481	(206)
Materials and supplies	2,230	2,230	1,431	(799)
Contractual services	301,165	381,285	382,406	1,121
Total Expenditures	360,082	440,202	440,318	116
<b>REVENUES OVER (UNDER) EXPEN- DITURES</b>	40,168	(39,952)	(99,878)	(59,926)
<b>OTHER FINANCING SOURCES</b>				
Advance payment from other fund	-	100,000	100,000	-
<b>NET CHANGE IN FUND BALANCE (BUDGET BASIS)</b>	\$ 40,168	60,048	122	(59,926)
INCREASE IN ADVANCE PAYMENT FROM OTHER FUND			(100,000)	
<b>NET CHANGE IN FUND BALANCE (BUDGET BASIS)</b>			(99,878)	
FUND BALANCE, JULY 1			(75,886)	
<b>FUND BALANCE, JUNE 30</b>			\$ (175,764)	

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES, EXPENDI-**  
**TURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL - STORMWATER**  
**IMPROVEMENT TAX FUND - CAPITAL PROJECTS FUND - BUDGET BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Original And Final Budget</b>	<b>Actual</b>	<b>Over (Under) Budget</b>
<b>REVENUES</b>			
Sales taxes	\$ 190,000	198,880	8,880
Investment income	300	3,134	2,834
Total Revenues	190,300	202,014	11,714
<b>EXPENDITURES</b>			
Personnel	31,940	31,775	(165)
Materials and supplies	1,550	732	(818)
Contractual services	74,080	3,467	(70,613)
Capital outlay	351,000	46,137	(304,863)
Total Expenditures	458,570	82,111	(376,459)
<b>NET CHANGE IN FUND BALANCE (BUDGET BASIS)</b>	<b>\$ (268,270)</b>	<b>119,903</b>	<b>388,173</b>
DECREASE IN RESERVE FOR ENCUMBRANCES		(39,824)	
<b>NET CHANGE IN FUND BALANCE (GAAP BASIS)</b>		<b>80,079</b>	
FUND BALANCE, JULY 1		619,462	
<b>FUND BALANCE, JUNE 30</b>		<b>\$ 699,541</b>	

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,**  
**EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL -**  
**CAPITAL IMPROVEMENT TAX FUND - CAPITAL PROJECTS FUND - BUDGET BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Over (Under) Budget</b>
<b>REVENUES</b>				
Sales taxes	\$ 1,560,000	1,560,000	1,547,536	(12,464)
Investment income	250	250	4,500	4,250
Other	10,000	10,000	17,943	7,943
Total Revenues	1,570,250	1,570,250	1,569,979	(271)
<b>EXPENDITURES</b>				
Contractual services	11,000	11,000	16,830	5,830
Capital outlay	2,038,664	2,061,198	1,720,763	(340,435)
Principal retirement	-	-	4,401	4,401
Interest and other costs	-	-	22	22
Total Expenditures	2,049,664	2,072,198	1,742,016	(330,182)
<b>REVENUES UNDER EXPENDITURES</b>	(479,414)	(501,948)	(172,037)	329,911
<b>OTHER FINANCING SOURCES</b>				
Transfers in	3,657	3,657	3,657	-
<b>NET CHANGE IN FUND BALANCE (BUDGET BASIS)</b>	\$ (475,757)	(498,291)	(168,380)	329,911
INCREASE IN RESERVE FOR ENCUMBRANCES			585,077	
<b>NET CHANGE IN FUND BALANCE (GAAP BASIS)</b>			416,697	
FUND BALANCE, JULY 1			1,325,632	
<b>FUND BALANCE, JUNE 30</b>			\$ 1,742,329	

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,**  
**EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL -**  
**PARK IMPROVEMENT TAX FUND - CAPITAL PROJECTS FUND - BUDGET BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Over (Under) Budget</b>
<b>REVENUES</b>				
Sales taxes	\$ 775,000	775,000	795,521	20,521
Investment income	-	-	3,257	3,257
Total Revenues	775,000	775,000	798,778	23,778
<b>EXPENDITURES</b>				
Personnel	326,255	326,255	246,316	(79,939)
Materials and supplies	111,160	111,160	89,291	(21,869)
Contractual services	128,795	148,795	122,208	(26,587)
Capital outlay	390,000	390,000	307,894	(82,106)
Total Expenditures	956,210	976,210	765,709	(210,501)
<b>REVENUE OVER (UNDER) EXPENDITURES</b>	(181,210)	(201,210)	33,069	234,279
<b>OTHER FINANCING USES</b>				
Transfers out	(50,000)	(50,000)	(50,000)	-
<b>NET CHANGE IN FUND BALANCE (BUDGET BASIS)</b>	<b>\$ (231,210)</b>	<b>(251,210)</b>	<b>(16,931)</b>	<b>234,279</b>
INCREASE IN RESERVE FOR EN- CUMBRANCES			246,968	
<b>NET CHANGE IN FUND BALANCE (GAAP BASIS)</b>			230,037	
FUND BALANCE, JULY 1			677,075	
<b>FUND BALANCE, JUNE 30</b>			<b>\$ 907,112</b>	

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,**  
**EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL -**  
**GENERAL OBLIGATION DEBT SERVICE FUND - BUDGET BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Original And Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
<b>REVENUES</b>			
Property taxes	\$ 1,292,000	1,325,368	33,368
Investment income	2,000	5,445	3,445
Total Revenues	<u>1,294,000</u>	<u>1,330,813</u>	<u>36,813</u>
<b>EXPENDITURES</b>			
Debt service:			
Principal retirement	865,000	865,000	-
Interest and other costs	315,300	313,662	(1,638)
Total Expenditures	<u>1,180,300</u>	<u>1,178,662</u>	<u>(1,638)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 113,700</u>	152,151	<u>38,451</u>
<b>FUND BALANCE, JULY 1</b>		<u>1,774,479</u>	
<b>FUND BALANCE, JUNE 30</b>		<u>\$ 1,926,630</u>	

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - MAJOR**  
**GOVERNMENTAL FUNDS - BUDGETARY INFORMATION**

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**CAPITAL PROJECTS MAJOR FUNDS**

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds and Trust Funds).

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,**  
**EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL -**  
**STREET IMPROVEMENT CAPITAL PROJECTS FUND - BUDGET BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Original And Final Budget</b>	<b>Actual</b>	<b>Over (Under) Budget</b>
<b>REVENUES</b>			
Property taxes	\$ 781,500	771,554	(9,946)
Investment income	4,500	15,295	10,795
Total Revenues	786,000	786,849	849
<b>EXPENDITURES</b>			
Personnel	250,833	250,874	41
Materials and supplies	40,130	19,738	(20,392)
Contractual services	94,075	67,732	(26,343)
Capital outlay	981,750	929,478	(52,272)
Total Expenditures	1,366,788	1,267,822	(98,966)
<b>NET CHANGE IN FUND BALANCE (BUDGET BASIS)</b>	<b>\$ (580,788)</b>	<b>(480,973)</b>	<b>99,815</b>
INCREASE IN RESERVE FOR ENCUMBRANCES		178,679	
<b>NET CHANGE IN FUND BALANCE (GAAP BASIS)</b>		<b>(302,294)</b>	
FUND BALANCE, JULY 1		1,925,117	
<b>FUND BALANCE, JUNE 30</b>		<b>\$ 1,622,823</b>	

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,**  
**EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL -**  
**GRANT FUND - CAPITAL PROJECTS FUND - BUDGET BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Over (Under) Budget</b>
<b>REVENUES</b>				
Intergovernmental	\$ 806,470	806,470	254,749	(551,721)
<b>EXPENDITURES</b>				
Public safety	100,000	100,000	112,547	12,547
Public works	691,470	691,470	567,806	(123,664)
Parks and recreation	15,000	204,320	164,319	(40,001)
Total Expenditures	806,470	995,790	844,672	(151,118)
<b>NET CHANGE IN FUND BALANCE (BUDGET BASIS)</b>				
	\$ -	(189,320)	(589,923)	(400,603)
INCREASE IN RESERVE FOR ENCUMBRANCES			589,923	
<b>NET CHANGE IN FUND BALANCE (GAAP BASIS)</b>				
			-	
FUND BALANCE (DEFICIT), JULY 1			(96,510)	
<b>FUND BALANCE (DEFICIT), JUNE 30</b>			<b>\$ (96,510)</b>	

**CITY OF WEBSTER GROVES, MISSOURI**  
**OTHER SUPPLEMENTAL INFORMATION - FIDUCIARY FUND TYPES -**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Balance June 30 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30 2017</u>
<b>Municipal Library District</b>				
Assets:				
Cash	\$ 622,254	2,232,270	2,237,751	616,773
Property tax receivable	39,813	8,231	20,718	27,326
Total Assets	<u>\$ 662,067</u>	<u>2,240,501</u>	<u>2,258,469</u>	<u>644,099</u>
Liabilities - due to Municipal Library:				
District	<u>\$ 662,067</u>	<u>2,240,501</u>	<u>2,258,469</u>	<u>644,099</u>
<b>Court Bond Deposits Fund</b>				
Assets - cash	<u>\$ 13,370</u>	<u>54,564</u>	<u>51,169</u>	<u>16,765</u>
Liabilities - deposits	<u>\$ 13,370</u>	<u>54,564</u>	<u>51,169</u>	<u>16,765</u>
<b>Construction Escrows</b>				
Assets - cash	<u>\$ 31,400</u>	<u>120,996</u>	<u>114,966</u>	<u>37,430</u>
Liabilities - deposits	<u>\$ 31,400</u>	<u>120,996</u>	<u>114,966</u>	<u>37,430</u>
<b>All Agency Funds</b>				
Assets:				
Cash	\$ 667,024	2,407,830	2,403,886	670,968
Property tax receivable	39,813	8,231	20,718	27,326
Total Assets	<u>\$ 706,837</u>	<u>2,416,061</u>	<u>2,424,604</u>	<u>698,294</u>
Liabilities:				
Deposits	\$ 44,770	175,560	166,135	54,195
Due to Municipal Library District	662,067	2,240,501	2,258,469	644,099
Total Liabilities	<u>\$ 706,837</u>	<u>2,416,061</u>	<u>2,424,604</u>	<u>698,294</u>

**STATISTICAL SECTION**

# CITY OF WEBSTER GROVES, MISSOURI

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## STATISTICAL

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, notes disclosure, and required supplemental information says about the City's overall financial health.

<b>Contents</b>	<b>Pages</b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	77 - 80
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the City's most significant own-source revenue, the property tax.	81 - 85
<b>Debt Capacity</b> 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 additional debt in the future.	86 - 89
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.	90 - 92
<b>Operating Information</b> These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.	93 - 95

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

**CITY OF WEBSTER GROVES, MISSOURI**  
**NET POSITION BY COMPONENT - LAST TEN FISCAL**  
**YEARS (ACCRUAL BASIS OF ACCOUNTING)**  
**JUNE 30**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
<b>Governmental Activities</b>										
Net investment in capital assets	\$ 33,729,901	34,787,634	35,928,865	37,656,084	35,455,105	36,217,984	36,935,950	35,672,110	35,448,370	36,329,464
Restricted	5,558,103	4,947,067	4,911,938	4,463,497	3,890,183	2,708,430	3,042,278	4,869,118	5,822,766	6,234,837
Unrestricted	14,727,201	13,663,862	14,240,772	9,166,828	11,909,889	10,679,055	8,636,284	7,262,237	6,769,994	6,392,937
Total Governmental Activities										
Net Position	<u>\$ 54,015,205</u>	<u>53,398,563</u>	<u>55,081,575</u>	<u>51,286,409</u>	<u>51,255,177</u>	<u>49,605,469</u>	<u>48,614,512</u>	<u>47,803,465</u>	<u>48,041,130</u>	<u>48,957,238</u>

Notes: The City has no business-type activities to report.

Restated 2012 amounts for GASB 65 implementation.

The City implemented GASB Statement No. 68 in fiscal year 2015.

**CITY OF WEBSTER GROVES, MISSOURI**  
**CHANGE IN NET POSITION - LAST TEN FISCAL**  
**YEARS (ACCRUAL BASIS OF ACCOUNTING)**  
**FOR THE YEARS ENDED JUNE 30**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
<b>Governmental Activities</b>										
<b>Expenses</b>										
General government	\$ 2,769,078	3,266,735	2,899,007	3,135,907	2,973,556	2,826,630	2,871,088	2,843,955	2,770,933	2,727,330
Public safety	8,199,510	8,974,369	7,906,539	8,699,250	8,358,420	8,202,943	7,920,225	7,687,448	7,608,895	7,480,845
Public works	5,870,780	6,976,069	5,769,784	4,739,931	4,639,778	4,698,951	5,285,151	6,635,557	6,613,291	6,419,282
Parks and recreation	3,860,790	3,720,534	3,660,443	3,467,366	3,712,391	3,926,906	3,273,657	3,412,222	3,271,386	3,414,265
Planning and development	762,025	759,589	815,855	760,580	731,803	831,490	800,778	788,419	820,135	763,203
Interest	355,773	397,091	439,138	478,981	512,793	552,443	383,675	392,364	541,036	663,260
Total Expenses	<u>21,817,956</u>	<u>24,094,387</u>	<u>21,490,766</u>	<u>21,282,015</u>	<u>20,928,741</u>	<u>21,039,363</u>	<u>20,534,574</u>	<u>21,759,965</u>	<u>21,625,676</u>	<u>21,468,185</u>
<b>Program Revenues</b>										
Charges for services:										
General government	1,448,731	1,816,015	1,923,159	1,402,937	1,416,920	1,432,060	1,426,194	1,334,900	1,220,458	1,282,254
Public safety	1,163,950	1,124,674	1,148,380	1,070,111	1,176,491	1,209,397	1,179,490	1,278,653	1,026,123	1,049,905
Public works	379,527	265,350	262,567	262,765	260,016	258,854	259,033	258,777	251,088	260,452
Parks and recreation	1,957,753	1,923,672	1,777,039	1,783,267	1,737,742	1,755,782	1,798,007	1,702,537	1,659,940	1,525,241
Planning and development	416,535	413,259	312,935	305,154	256,987	338,715	331,173	195,680	196,369	267,063
Operating grants and contributions	1,651,137	1,652,147	1,479,005	1,457,440	1,672,402	1,579,156	1,436,980	1,599,638	1,421,681	1,775,629
Capital grants and contributions	472,918	-	-	-	1,184,790	1,221,505	124,470	467,216	139,880	298,750
Total Program Revenues	<u>7,490,551</u>	<u>7,195,117</u>	<u>6,903,085</u>	<u>6,281,674</u>	<u>7,705,348</u>	<u>7,795,469</u>	<u>6,555,347</u>	<u>6,837,401</u>	<u>5,915,539</u>	<u>6,459,294</u>
<b>Net Governmental Activities Revenues (Expenses)</b>	<u>(14,327,405)</u>	<u>(16,899,270)</u>	<u>(14,587,681)</u>	<u>(15,000,341)</u>	<u>(13,223,393)</u>	<u>(13,243,894)</u>	<u>(13,979,227)</u>	<u>(14,922,564)</u>	<u>(15,710,137)</u>	<u>(15,008,891)</u>
<b>General Revenues and Other Change in Net Position</b>										
Taxes:										
Property	4,288,396	4,337,917	4,249,640	4,256,516	4,256,845	4,274,986	4,811,438	4,753,964	4,893,930	4,752,477
Sales	6,965,747	7,104,713	6,874,486	6,664,214	6,365,732	6,141,543	5,961,754	5,824,812	6,050,697	6,482,294
Utility	3,471,752	3,506,836	3,768,285	3,932,588	3,829,532	3,599,542	3,857,386	3,930,669	3,466,987	4,037,298
Investment income	96,028	62,668	36,548	49,694	72,819	122,422	90,460	73,516	298,934	645,652
Gain on sale of assets	-	-	-	-	243,255	-	-	-	-	-
Other	122,124	204,124	204,829	128,561	104,918	168,142	69,236	101,938	83,481	120,073
Total General Revenues And Other Change In Net Position	<u>14,944,047</u>	<u>15,216,258</u>	<u>15,133,788</u>	<u>15,031,573</u>	<u>14,873,101</u>	<u>14,306,635</u>	<u>14,790,274</u>	<u>14,684,899</u>	<u>14,794,029</u>	<u>16,037,794</u>
Total Governmental Activities Change In Net Position	<u>\$ 616,642</u>	<u>(1,683,012)</u>	<u>546,107</u>	<u>31,232</u>	<u>1,649,708</u>	<u>1,062,741</u>	<u>811,047</u>	<u>(237,665)</u>	<u>(916,108)</u>	<u>1,028,903</u>

**CITY OF WEBSTER GROVES, MISSOURI**  
**FUND BALANCES - GOVERNMENTAL FUNDS LAST TEN FISCAL**  
**YEARS (MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**JUNE 30**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
General Fund:										
Nonspendable	\$ 191,203	450,086	349,787	364,590	1,504	3,424	345,237	-	-	-
Committed	-	19,501	6,559	34,632	11,176	89,335	76,133	-	-	-
Assigned	91,291	124,757	83,917	76,621	88,870	286,877	58,302	-	-	-
Unassigned	11,438,799	11,452,390	11,207,270	11,029,020	11,396,913	11,182,904	11,355,182	-	-	-
Reserved	-	-	-	-	-	-	-	419,100	492,980	707,862
Unreserved	-	-	-	-	-	-	-	10,829,640	10,016,299	9,457,187
Total General Fund	<u>11,721,293</u>	<u>12,046,734</u>	<u>11,647,533</u>	<u>11,504,863</u>	<u>11,498,463</u>	<u>11,562,540</u>	<u>11,834,854</u>	<u>11,248,740</u>	<u>10,509,279</u>	<u>10,165,049</u>
All Other Governmental Funds:										
Nonspendable	2,307	16,064	16,266	18,542	7,608	3,540	16,354	-	-	-
Restricted	7,313,958	6,871,031	7,974,845	8,066,028	10,829,501	9,696,632	14,152,189	-	-	-
Committed	-	-	-	-	-	4,179,320	1,395,108	-	-	-
Assigned	35,244	28,677	26,532	24,662	185,290	242,184	269,752	-	-	-
Unassigned	(272,300)	(173,630)	(96,510)	(92,431)	(77,511)	-	(250,712)	-	-	-
Reserved	-	-	-	-	-	-	-	2,689,627	3,436,552	3,216,967
Undesignated, reported in:										
Special Revenue Funds	-	-	-	-	-	-	-	1,211,204	1,629,163	1,757,421
Capital Projects Funds	-	-	-	-	-	-	-	852,183	1,040,642	1,695,668
Total All Other Gov- ernmental Funds	<u>7,079,209</u>	<u>6,742,142</u>	<u>7,921,133</u>	<u>8,016,801</u>	<u>10,944,888</u>	<u>14,121,676</u>	<u>15,582,691</u>	<u>4,753,014</u>	<u>6,106,357</u>	<u>6,670,056</u>
Total Governmental Funds	<u>\$ 18,800,502</u>	<u>18,788,876</u>	<u>19,568,666</u>	<u>19,521,664</u>	<u>22,443,351</u>	<u>25,684,216</u>	<u>27,417,545</u>	<u>16,001,754</u>	<u>16,615,636</u>	<u>16,835,105</u>

Notes: The City implemented GASB Statement No. 54 in fiscal year 2011.

**CITY OF WEBSTER GROVES, MISSOURI**  
**CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS LAST TEN**  
**FISCAL YEARS (MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**FOR THE YEARS ENDED JUNE 30**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
<b>REVENUES</b>										
Property taxes	\$ 4,339,676	4,278,564	4,255,107	4,241,942	4,256,034	4,269,663	4,863,137	4,735,429	4,892,504	4,751,379
Sales taxes	6,906,147	7,036,423	6,816,463	6,604,540	6,302,992	6,078,187	5,897,161	5,756,831	5,977,218	6,406,130
Utility taxes	3,471,752	3,506,836	3,768,285	3,932,588	3,829,532	3,599,542	3,857,386	3,927,609	3,463,921	4,034,202
Intergovernmental	2,183,655	1,720,437	1,537,028	1,517,114	2,919,932	2,864,017	1,626,043	1,933,835	1,635,040	2,150,543
Licenses, fees, and permits	1,508,436	1,520,897	1,331,044	1,233,797	1,126,167	1,264,504	1,226,764	945,343	958,378	1,130,681
Fines and forfeitures	701,072	707,365	896,872	865,919	973,987	889,666	924,712	1,059,984	830,468	800,857
Charges for services	2,386,886	2,418,272	2,195,414	2,165,353	2,152,995	2,197,184	2,239,121	2,161,142	2,079,079	1,912,575
Sewer lateral fees	340,440	226,750	227,387	228,059	227,218	227,078	229,272	228,607	226,332	230,990
Special assessments	-	-	-	-	695	695	694	733	1,730	6,870
Investment income	96,028	62,668	36,548	49,694	72,819	122,422	90,460	73,516	298,934	645,652
Other	440,173	906,538	976,056	474,168	483,500	523,513	456,309	463,397	434,612	433,142
Total Revenues	<u>22,374,265</u>	<u>22,384,750</u>	<u>22,040,204</u>	<u>21,313,174</u>	<u>22,345,871</u>	<u>22,036,471</u>	<u>21,411,059</u>	<u>21,286,426</u>	<u>20,798,216</u>	<u>22,503,021</u>
<b>EXPENDITURES</b>										
General government	2,978,457	3,046,577	3,041,105	2,984,244	2,789,954	2,740,128	2,695,520	2,675,587	2,608,460	2,533,796
Public safety	8,497,312	8,356,458	8,221,349	8,130,381	7,829,420	7,800,856	7,618,707	7,338,965	7,410,263	7,157,282
Public works	2,710,064	2,771,803	2,586,797	2,648,622	2,624,792	2,481,614	2,344,073	2,222,001	2,308,774	2,340,916
Parks and recreation	3,038,926	2,913,235	3,008,499	2,917,720	2,842,716	2,871,211	2,680,063	2,702,088	2,668,011	2,521,402
Planning and development	721,711	718,082	742,558	722,057	708,735	826,744	775,087	758,036	754,334	708,613
Capital outlay	2,586,345	3,725,417	2,599,435	4,949,245	7,108,747	5,202,011	3,367,011	2,497,842	2,066,665	4,988,826
Debt service:										
Principal retirement	1,465,401	1,230,243	1,347,782	1,398,118	1,385,547	1,370,191	3,379,407	2,741,000	2,616,000	2,483,000
Interest and other costs	364,423	402,725	445,677	484,474	521,825	559,206	309,428	456,325	585,178	721,395
Debt issuance costs	-	-	-	-	-	-	60,713	43,464	-	-
Total Expenditures	<u>22,362,639</u>	<u>23,164,540</u>	<u>21,993,202</u>	<u>24,234,861</u>	<u>25,811,736</u>	<u>23,851,961</u>	<u>23,230,009</u>	<u>21,435,308</u>	<u>21,017,685</u>	<u>23,455,230</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>11,626</u>	<u>(779,790)</u>	<u>47,002</u>	<u>(2,921,687)</u>	<u>(3,465,865)</u>	<u>(1,815,490)</u>	<u>(1,818,950)</u>	<u>(148,882)</u>	<u>(219,469)</u>	<u>(952,209)</u>
<b>OTHER FINANCING SOURCES (USES)</b>										
Transfers in	126,262	130,823	135,768	234,946	415,612	54,039	123,770	629,549	866,873	561,614
Transfers out	(126,262)	(130,823)	(135,768)	(234,946)	(415,612)	(54,039)	(123,770)	(629,549)	(866,873)	(561,614)
Sale of capital assets	-	-	-	-	225,000	-	-	-	-	-
Issuance of long-term debt	-	-	-	-	-	-	13,000,000	-	-	-
Premium on issuance of debt	-	-	-	-	-	-	114,213	-	-	-
Issuance of capital lease	-	-	-	-	-	82,161	120,528	-	-	-
Issuance of certificates of participation	-	-	-	-	-	-	-	1,375,000	-	-
Payment to escrow agent	-	-	-	-	-	-	-	(1,840,000)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>225,000</u>	<u>82,161</u>	<u>13,234,741</u>	<u>(465,000)</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>\$ 11,626</u>	<u>(779,790)</u>	<u>47,002</u>	<u>(2,921,687)</u>	<u>(3,240,865)</u>	<u>(1,733,329)</u>	<u>11,415,791</u>	<u>(613,882)</u>	<u>(219,469)</u>	<u>(952,209)</u>
Debt Service as a Percentage of Noncapital Expenditures	8.72 %	7.05	8.74	9.71	9.90	10.02	18.31	15.64	15.90	16.48

**CITY OF WEBSTER GROVES, MISSOURI**  
**TAX REVENUES BY SOURCE - GOVERNMENTAL**  
**FUNDS - LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

<b>Fiscal Year</b>	<b>Property Taxes</b>	<b>Sales Taxes</b>	<b>Utility Gross Receipts Taxes</b>	<b>Other Taxes (1)</b>	<b>Total</b>
2008	4,751,379	6,406,130	4,034,202	1,545,493	16,737,204
2009	4,892,504	5,977,218	3,463,921	1,490,720	15,824,363
2010	4,735,429	5,756,831	3,927,609	1,466,289	15,886,158
2011	4,863,137	5,897,161	3,857,386	1,474,364	16,092,048
2012	4,269,663	6,078,187	3,599,542	1,419,245	15,366,637
2013	4,256,034	6,302,992	3,829,532	1,399,334	15,787,892
2014	4,241,942	6,604,540	3,932,588	1,421,839	16,200,909
2015	4,255,107	6,816,463	3,768,285	1,455,905	16,295,760
2016	4,278,564	7,036,423	3,506,836	1,487,753	16,309,576
2017	4,339,676	6,906,147	3,471,752	1,512,436	16,230,011

(1) Other taxes include cigarette, gasoline, automobile sales, and road and bridge.

**CITY OF WEBSTER GROVES, MISSOURI**  
**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN CALENDAR YEARS**

<b>Calendar Year</b>	<b>Real/ Residential Assessed Value</b>	<b>Total Direct Real/ Residential Tax Rate</b>	<b>Commercial Assessed Value</b>	<b>Total Direct Commercial Tax Rate</b>	<b>Personal Property Assessed Value</b>	<b>Total Direct Personal Property Tax Rate</b>	<b>Railroad And Utility Assessed Value</b>	<b>Total Direct Rail/Utility Tax Rate</b>	<b>Total Assessed Value</b>	<b>Total Estimated Actual Value</b>	<b>Total Direct Rate</b>
2007	\$ 430,005,250	0.8040	\$ 48,391,690	0.8340	\$ 53,249,244	0.8470	\$ 4,864,599	0.8080	\$ 536,510,783	\$2,182,170,988	0.8206
2008	430,401,300	0.8340	48,721,310	0.8630	53,558,816	0.8230	4,815,326	0.8470	537,496,752	2,602,411,651	0.8515
2009	404,352,220	0.8630	51,354,160	0.8770	58,298,972	0.8785	5,045,761	0.8230	519,051,113	2,601,295,115	0.8729
2010	404,622,370	0.8770	49,892,750	0.7630	47,049,989	0.7550	5,360,519	0.8725	506,925,628	2,461,033,458	0.8876
2011	398,269,720	0.7610	46,490,160	0.7630	48,909,073	0.8660	5,984,345	0.7470	499,653,298	2,449,149,868	0.7736
2012	398,980,980	0.7630	46,307,470	0.7760	49,878,500	0.8660	5,958,507	0.7560	501,125,457	2,417,769,785	0.7741
2013	390,337,210	0.7760	45,889,920	0.7600	52,405,870	0.8660	6,305,981	0.7600	494,938,981	2,423,511,731	0.7852
2014	391,166,740	0.7760	46,122,240	0.7590	52,726,813	0.8660	6,460,829	0.7600	496,476,622	2,385,233,199	0.7853
2015	409,174,090	0.7590	54,492,760	0.7580	53,152,750	0.8660	7,133,943	0.6830	523,953,543	2,390,945,200	0.7647
2016	411,013,730	0.7580	53,137,300	0.7060	55,703,338	0.8660	6,848,899	0.7060	526,703,267	2,528,586,792	0.7656

Notes:

Assessments are determined by the Assessor of St. Louis County. Property is assessed as of January 1. Reassessments take place in odd-numbered years resulting in updated values of property.

Real property is classified as residential (assessed at 19%), agricultural (assessed at 12%), or commercial (assessed at 32%). Railroad and utility property is assessed at 32%. Personal property is assessed at 33.3%. There is no agricultural property located within the City.

The City participates in the county-wide sales tax sharing pool for some of its sales tax revenue, therefore, property tax, and not sales tax, is the City's most significant own-source revenue.

**CITY OF WEBSTER GROVES, MISSOURI**  
**PROPERTY TAX RATES - DIRECT AND OVERLAPPING**  
**GOVERNMENTS - LAST TEN CALENDAR YEARS**  
**(PER \$100 OF ASSESSED VALUE)**

	Direct Rates					Overlapping Rates						Total
	General Revenue	Street Improvement	Police And Firefighters' Pension	Debt Retirement	Total Direct	Webster Groves School District	Webster Groves Library	St. Louis County	Special School District	State Of Missouri	Special Taxing Districts	
2007 Residential	0.2110	0.1360	0.1090	0.3480	0.8040	4.5669	0.1340	0.5580	0.9084	0.0300	0.6300	7.6313
2007 Commercial	0.2130	0.1370	0.1100	0.3480	0.8080	4.5705	0.1340	0.5580	0.9084	0.0300	0.6390	7.6479
2007 Personal property	0.2800	0.1810	0.1450	0.3481	0.9541	5.4489	0.1800	0.5580	0.9084	0.0300	0.6450	8.7244
2008 Residential	0.2110	0.1360	0.1090	0.3780	0.8340	4.6149	0.1350	0.5580	0.9184	0.0300	0.5047	7.5950
2008 Commercial	0.2170	0.1400	0.1120	0.3780	0.8470	4.5116	0.1380	0.5580	0.9184	0.0300	0.5167	7.5197
2008 Personal property	0.2800	0.1810	0.1450	0.3780	0.9840	5.4529	0.1800	0.5580	0.9184	0.0300	0.5257	8.6490
2009 Residential	0.2240	0.1450	0.1160	0.3780	0.8630	4.8612	0.2700	0.5230	0.9384	0.0300	0.5369	8.0225
2009 Commercial	0.2060	0.1330	0.1060	0.3780	0.8230	4.9350	0.2590	0.5230	0.9384	0.0300	0.5419	8.0503
2009 Personal property	0.2800	0.1810	0.1450	0.3780	0.9840	5.4519	0.3150	0.5230	0.9384	0.0300	0.5529	8.7952
2010 Residential	0.2310	0.1490	0.1190	0.3780	0.8770	5.5775	0.2820	0.5230	0.9950	0.0300	0.7115	8.9960
2010 Commercial	0.2318	0.1498	0.1189	0.3780	0.8785	5.8655	0.2760	0.5230	0.9950	0.0300	0.7185	9.2865
2010 Personal property	0.2800	0.1810	0.1450	0.3780	0.9840	6.4710	0.3150	0.5230	0.9950	0.0300	0.7345	10.0525
2011 Residential	0.2330	0.1500	0.1200	0.2600	0.7630	5.7555	0.2850	0.5230	1.0125	0.0300	0.7369	9.1059
2011 Commercial	0.2290	0.1480	0.1180	0.2600	0.7550	6.1855	0.2810	0.5230	1.0125	0.0300	0.7409	9.5279
2011 Personal property	0.2800	0.1810	0.1450	0.2600	0.8660	6.4790	0.3150	0.5230	1.0125	0.0300	0.7519	9.9774
2012 Residential	0.2330	0.1500	0.1200	0.2600	0.7630	5.7588	0.2850	0.5230	1.0123	0.0300	0.7199	9.0920
2012 Commercial	0.2310	0.1500	0.1190	0.2600	0.7600	6.1927	0.2820	0.5230	1.0123	0.0300	0.7249	9.5249
2012 Personal property	0.2800	0.1810	0.1450	0.2600	0.8660	6.4799	0.3150	0.5230	1.0123	0.0300	0.7349	9.9611
2013 Residential	0.2390	0.1540	0.1230	0.2600	0.7760	5.8576	0.2890	0.5230	1.2400	0.0300	0.7621	9.4777
2013 Commercial	0.2310	0.1500	0.1190	0.2600	0.7600	6.1373	0.2820	0.5230	1.2400	0.0300	0.7611	9.7334
2013 Personal property	0.2800	0.1810	0.1450	0.2600	0.8660	6.4799	0.3150	0.5230	1.2400	0.0300	0.7701	10.2240
2014 Residential	0.2390	0.1540	0.1230	0.2600	0.7760	5.8584	0.2890	0.5230	1.2609	0.0300	0.7636	9.5009
2014 Commercial	0.2310	0.1500	0.1190	0.2600	0.7600	6.2316	0.2820	0.5230	1.2609	0.0300	0.7646	9.8521
2014 Personal property	0.2800	0.1810	0.1450	0.2600	0.8660	6.4799	0.3150	0.5230	1.2609	0.0300	0.7706	10.2454
2015 Residential	0.2310	0.1490	0.1190	0.2600	0.7590	5.6722	0.2780	0.5150	1.2348	0.0300	0.7539	9.2429
2015 Commercial	0.2010	0.1300	0.1040	0.2600	0.6950	5.7993	0.2460	0.5130	1.2348	0.0300	0.7559	9.2740
2015 Personal property	0.2800	0.1810	0.1450	0.2600	0.8660	6.4799	0.3150	0.5230	1.2348	0.0300	0.7659	10.2146
2016 Residential	0.2300	0.1490	0.1190	0.2600	0.7580	5.6485	0.2780	0.5150	1.2409	0.0300	0.7056	9.1760
2016 Commercial	0.2060	0.1330	0.1070	0.2600	0.7060	5.8471	0.2540	0.5130	1.2409	0.0300	0.7076	9.2986
2016 Personal property	0.2800	0.1810	0.1450	0.2600	0.8660	6.4699	0.3150	0.5230	1.2409	0.0300	0.7076	10.1524

**CITY OF WEBSTER GROVES, MISSOURI**  
**PRINCIPAL PROPERTY TAXPAYERS -**  
**CURRENT YEAR AND NINE YEARS AGO**

<u>Taxpayer</u>	<u>December 31, 2016</u>	
	<u>Taxable Assessed Value</u>	<u>Percentage Of Total Taxable Assessed Value</u>
Lutheran Senior Services	11,243,990	2.135 %
ARC MPSTL LLC	4,662,140	0.885
Yorkshire Village Inc.	4,030,180	0.765
PVL Old Webster LLC	2,330,000	0.442
Mallinckrodt Inc.	2,301,540	0.437
Novus Webster LLC	2,270,910	0.431
Bethesda Senior Living	1,657,280	0.315
Laclede Gas	1,486,700	0.282
JHC Reliable Bldg LLC	1,330,880	0.253
Webster University	1,280,730	0.243
Total Taxpayer	<u>\$ 32,594,350</u>	<u>6.188 %</u>
Total Assessed Value	<u>\$ 526,703,267</u>	

<u>Taxpayer</u>	<u>December 31, 2007</u>	
	<u>Taxable Assessed Value</u>	<u>Percentage Of Total Taxable Assessed Value</u>
AmerenUE	\$ 3,999,452	0.745 %
Owen Properties LLC	3,998,400	0.745
Yorkshire Village, Inc	3,123,420	0.582
Old Webster LLC	2,603,320	0.485
Seiler Instrument	1,423,500	0.265
AT&T	1,081,303	0.202
Colonial Village Co.	1,019,690	0.190
Webster Crossing	986,220	0.184
Webster Groves Partners	939,040	0.175
Rockwood Court Partnership	925,620	0.173
Total Taxpayer	<u>\$ 20,099,965</u>	<u>3.746 %</u>
Total Assessed Value	<u>\$ 536,510,783</u>	

Source: City Department of Planning and Development

**CITY OF WEBSTER GROVES, MISSOURI**  
**PROPERTY TAX LEVIES AND COLLECTIONS -**  
**LAST TEN FISCAL YEARS**

<b>For The Years Ended June 30</b>	<b>Taxes Levied For The Fiscal Year</b>	<b>Collected Within The Fiscal Year Of The Levy</b>		<b>Collections In Subsequent Years</b>	<b>Total Collections To Date</b>	
		<b>Amount</b>	<b>Percentage Of Levy</b>		<b>Amount</b>	<b>Percentage Of Levy</b>
2008	\$ 4,799,804	\$ 4,563,859	95.1 %	\$ 131,409	\$ 4,695,268	97.8 %
2009	4,716,775	4,630,332	98.2	83,223	4,713,555	99.9
2010	4,595,074	4,569,198	99.4	21,033	4,590,231	99.9
2011	4,484,505	4,460,505	99.5	20,904	4,481,409	99.9
2012	3,860,049	3,757,650	97.3	65,800	3,823,450	99.1
2013	3,880,228	3,776,606	97.3	57,455	3,834,061	98.8
2014	3,880,657	3,782,721	97.5	31,239	3,813,960	98.3
2015	3,892,102	3,729,268	95.8	24,294	3,753,562	96.4
2016	3,993,840	3,745,631	93.8	52,429	3,798,060	95.1
2017	4,020,998	3,984,175	99.1	-	3,984,175	99.1

Source: St. Louis County Assessor

**CITY OF WEBSTER GROVES, MISSOURI**  
**RATIOS OF OUTSTANDING DEBT BY TYPE -**  
**LAST TEN FISCAL YEARS**

Fiscal Year	Governmental Activities					Total Debt	Percentage Of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Certificates Of Participation	TIF Revenue Notes Payable	Bond Premium	Capital Lease (4)			
2008	\$ 6,275,000	\$ 3,095,000	\$ 3,095,000	\$ -	\$ -	\$ 12,465,000	1.71 %	536.59
2009	4,475,000	2,480,000	2,894,000	-	-	9,849,000	1.35	423.98
2010 (2)	2,550,000	1,375,000	2,718,000	-	-	6,643,000	0.91	285.97
2011 (3)	13,000,000	790,000	2,493,000	111,494	101,121	16,495,615	1.79	717.36
2012	12,220,000	570,000	2,174,000	103,336	132,091	15,199,427	1.64	660.99
2013	11,425,000	345,000	1,865,000	95,178	75,544	13,805,722	1.49	600.38
2014	10,610,000	115,000	1,545,000	87,020	42,426	12,399,446	1.34	539.22
2015	9,780,000	-	1,159,000	78,862	25,644	11,043,506	1.20	480.26
2016	8,935,000	-	795,000	70,704	4,401	9,805,105	1.06	426.40
2017	8,070,000	-	199,000	62,546	-	8,331,546	0.90	362.32

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

(1) See demographic schedule for personal income and population data.

(2) The Certificates of Participation were refunded in fiscal year 2010, with the new series for \$1,375,000 still maturing in 2015.

(3) General Obligation bonds were issued in FY 2011 as a result of a proposition passed in 2010 for street improvements.

(4) In 2011, a capital lease was entered into for financing the acquisition of fitness equipment. A capital lease for a phone system was added in 2012.

**CITY OF WEBSTER GROVES, MISSOURI**  
**RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING -**  
**LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Population (1)</b>	<b>Actual Taxable Value Of Property (2)</b>	<b>General Obligation Bonds</b>	<b>Bond Premiums</b>	<b>Amount Available In Debt Service Fund</b>	<b>Net General Bonded Debt</b>	<b>Percentage Of Actual Taxable Value Of Property</b>	<b>Net General Bonded Debt Per Capita</b>
2008	23,230	\$ 2,602,411,651	\$ 6,275,000	\$ -	\$ 2,167,842	\$ 4,107,158	0.16 %	176.80
2009	23,230	2,601,295,115	4,475,000	-	2,108,794	2,366,206	0.09	101.86
2010	23,230	2,461,033,458	2,550,000	-	1,914,292	635,708	0.03	27.37
2011	22,995	2,449,149,868	13,000,000	111,494	1,139,845	11,971,649	0.49	520.62
2012	22,995	2,417,769,785	12,220,000	103,336	1,301,239	11,022,097	0.46	479.33
2013	22,995	2,423,511,731	11,425,000	95,178	1,472,572	10,047,606	0.41	436.95
2014	22,995	2,385,233,199	10,610,000	87,020	1,544,176	9,152,844	0.38	398.04
2015	22,995	2,390,945,200	9,780,000	78,862	1,660,687	8,198,175	0.34	356.52
2016	22,995	2,516,559,846	8,935,000	70,704	1,774,479	7,231,225	0.29	314.47
2017	22,995	2,528,586,792	8,070,000	62,546	1,926,630	6,205,916	0.25	269.88

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

(1) Source: U.S. Census Bureau

(2) Source: St. Louis County Assessor

**CITY OF WEBSTER GROVES, MISSOURI**  
**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
**AS OF JUNE 30, 2017**

<u>Name Of Governmental Unit</u>	<u>Total Debt Outstanding</u>	<u>Percentage Applicable To The City (1)</u>	<u>Amount Applicable To The City</u>
St. Louis County	\$ 525,646,664	1.97 %	\$ 10,355,239
Webster Groves School District	53,158,488	69.06	36,711,252
Total Overlapping	<u>578,805,152</u>		<u>47,066,491</u>
City direct debt	<u>8,331,546</u>	100.00	<u>8,331,546</u>
Total Direct And Overlapping Debt	<u><u>\$ 587,136,698</u></u>		<u><u>\$ 55,398,037</u></u>

Source: The above-named jurisdictions

(1) Percentages were determined by dividing each overlapping jurisdiction's assessed valuation within the City by its total assessed valuation.

**CITY OF WEBSTER GROVES, MISSOURI**  
**LEGAL DEBT MARGIN INFORMATION -**  
**LAST TEN FISCAL YEARS**

**Legal Debt Margin Calculation for Fiscal Year 2017**

Assessed Valuation As Of January 1, 2017	<u>\$ 577,641,211</u>
Debt limit - 10% of assessed valuation	<u>\$ 57,764,121</u>
Total general obligation bonded indebtedness at June 30, 2017	8,070,000
Less - Assets available in Debt Service Fund to repay general obligation bonded indebtedness	<u>(1,926,630)</u>
Total Net Debt Applicable To Limit	<u>6,143,370</u>
Legal Debt Margin	<u>\$ 51,620,751</u>

	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>
Debt limit	\$ 57,764,121	53,116,727	52,395,354	49,647,662	49,493,898	50,112,546	49,965,330	50,692,563	51,905,111	53,910,199
Total net debt applicable to limit	<u>6,143,370</u>	<u>7,160,521</u>	<u>8,119,312</u>	<u>9,065,824</u>	<u>9,997,428</u>	<u>10,918,761</u>	<u>11,860,155</u>	<u>635,708</u>	<u>2,366,206</u>	<u>4,107,158</u>
Legal Debt Margin	<u>\$ 51,620,751</u>	<u>45,956,206</u>	<u>44,276,042</u>	<u>40,581,838</u>	<u>39,496,470</u>	<u>39,193,785</u>	<u>38,105,175</u>	<u>50,056,855</u>	<u>49,538,905</u>	<u>49,803,041</u>
Total Net Debt Applicable To The Limit As A Percentage Of Debt Limit	10.64 %	13.48	15.50	18.26	20.20	21.79	23.74	1.25	4.56	7.62

Note: Bonded indebtedness is limited by Sections 95.115 and 95.120 of the Missouri Revised Statutes (1986) to 10% of the assessed value of taxable tangible property.

**CITY OF WEBSTER GROVES, MISSOURI**  
**PLEDGED REVENUE COVERAGE -**  
**LAST TEN FISCAL YEARS**

Fiscal Year	Certificates Of Participation (1)					
	Sales Tax	Less Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2008	\$ 2,147,079	\$ 529,496	\$ 1,617,583	\$ 595,000	\$ 142,891	2.19 %
2009	2,030,948	492,098	1,538,850	615,000	122,066	2.09
2010	1,983,172	521,734	1,461,438	640,000	104,760	1.96
2011	2,020,700	504,937	1,515,763	585,000	31,144	2.46
2012	684,128	482,445	201,683	220,000	15,915	0.85
2013	722,916	486,328	236,588	225,000	11,515	1.00
2014	736,030	397,571	338,459	230,000	7,015	1.43
2015	763,425	421,434	341,991	115,000	2,415	2.91
2016	-	-	-	-	-	-
2017	-	-	-	-	-	-

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

(1) Certificates of participation issued in 2002 are backed by the sales tax revenue produced by the sales tax rate in effect when the certificates were issued. The Certificates of Participation were refunded in fiscal year 2010, with the new series for \$1,375,000 still maturing in 2015. Beginning in fiscal year 2012, the Certificates are paid out of the Park Improvement Fund only. The certificates of participation were fully paid off in fiscal year 2015.

**CITY OF WEBSTER GROVES, MISSOURI**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS -**  
**LAST TEN CALENDAR YEARS**

<b>Calendar Year</b>	<b>Population</b>	<b>Personal Income</b>	<b>Per Capita Personal Income</b>	<b>Median Age</b>	<b>Educational Attainment: Bachelor's Degree Or Higher</b>	<b>School Enrollment</b>	<b>Unemployment Rate</b>
2007	23,230	\$ 727,726,210	\$ 31,327	39.7	56.8	6,749	6.7 %
2008	23,230	727,726,210	31,327	39.7	56.8	6,749	9.7
2009	23,230	727,726,210	31,327	39.7	56.8	6,749	9.5
2010	22,995	924,077,070	40,186	40.8	61.7	6,565	8.9
2011	22,995	924,077,070	40,186	40.8	61.7	6,565	7.3
2012	22,995	924,077,070	40,186	40.8	61.7	6,565	7.5
2013	22,995	924,077,070	40,186	40.8	61.7	6,565	6.9
2014	22,995	924,077,070	40,186	40.8	61.7	6,565	4.9
2015	22,995	924,077,070	40,186	40.8	61.7	6,565	4.5
2016	22,995	924,077,070	40,186	40.8	61.7	6,565	4.3

Sources: Population, per capita income, median age, educational attainment, and school enrollment obtained from the 2010 U.S. Census.

Unemployment information obtained from the Missouri Department of Economic Development.

**CITY OF WEBSTER GROVES, MISSOURI**  
**PRINCIPAL EMPLOYERS CURRENT**  
**YEAR AND NINE YEARS AGO**

<b>Employer</b>	<b>December 31, 2016</b>	
	<b>Employees (1)</b>	<b>Percentage Of Total City Employment</b>
Webster University	1,298	13.0 %
Webster Groves School District	965	9.7
Laclede Groves	600	6.0
Edgewood - Great Circle	458	4.6
City of Webster Groves	275	2.8
Epworth Children & Family Services	198	2.0
Ross & Baruzzini	111	1.1
Schnucks	95	1.0
Nerinx High School	85	0.9
Farnsworth	70	0.7

<b>Employer</b>	<b>December 31, 2007</b>	
	<b>Employees (1)</b>	<b>Percentage Of Total City Employment</b>
Webster University	850	8.7 %
Webster Groves School District	625	6.4
Laclede Groves	400	4.1
City of Webster Groves	250	2.6
Edgewood Childrens Center	240	2.5
Epworth Children & Family Services	220	2.2
YMCA	200	2.0
Schnucks	140	1.4
Ross & Baruzzini	75	0.8
Eden Theological Seminary	75	0.8

Source: City of Webster Groves Department of Planning, employers, and Missouri Economic Research Center. Percentages based on actual employment in the year 2000.

(1) Includes full-time and part-time employees.

**CITY OF WEBSTER GROVES, MISSOURI**  
**FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES**  
**BY FUNCTIONS/PROGRAMS - LAST TEN FISCAL YEARS**  
**JUNE 30**

<b>FUNCTIONS/PROGRAMS</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>
<b>General Government:</b>										
City Manager	1	1	1	1	1	1	1	1	1	1
City Clerk	2	2	2	2	2	2	2	2	2	2
Human resources	1	1	1	1	1	1	1	1	1	1
Municipal court	2	2	2	2	2	2	2	2	2	2
Finance	3	3	4	4	4	4	4	4	4	4
Customer service	2	2	3	3	3	3	3	3	3	3
Information technology	3	3	3	2	2	2	2	2	2	2
Police	48	48	48	49	49	48	48	48	48	48
Fire	39	39	39	39	39	39	39	39	39	39
<b>Public Works:</b>										
Administration/engineering	6	6	6	6	6	6	6	5	5	6
Street maintenance	16	16	16	16	16	15	15	15	15	14
Garage	2	2	2	2	2	3	3	3	3	3
<b>Parks and Recreation:</b>										
Parks	11	11	11	11	11	11	10	10	10	10
Recreation	10	10	10	10	10	10	10	10	10	10
Aquatic center	7	7	7	7	7	7	7	7	7	7
Ice arena	9	9	9	9	9	9	9	9	8	8
Fitness center	6	6	6	6	6	6	6	6	6	6
<b>Planning and Development:</b>										
Planning	2	2	2	2	2	2	2	2	2	2
Code enforcement	7	7	7	7	7	7	7	7	7	7
<b>Total</b>	<u>177</u>	<u>177</u>	<u>179</u>	<u>179</u>	<u>179</u>	<u>178</u>	<u>177</u>	<u>176</u>	<u>175</u>	<u>175</u>

Source: City annual budgets. A full-time employee works 2,080 hours per year. A full-time equivalent employee is calculated by dividing total labor hours by 2,080.

**CITY OF WEBSTER GROVES, MISSOURI**  
**OPERATING INDICATORS BY FUNCTIONS/PROGRAMS**  
**LAST TEN CALENDAR YEARS**

FUNCTIONS/PROGRAMS	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
General Government:										
Permits issued	4,420	5,109	4,977	4,816	4,316	3,951	3,862	3,962	4,132	4,402
Business licenses issued	592	662	640	632	639	585	628	645	648	680
Court tickets processed	8,400	8,216	8,250	8,392	8,867	8,314	9,901	8,203	7,250	5,953
Municipal Court*:										
General Fund operating revenues	\$ 14,853,542	16,020,142	14,389,166	13,875,721	N/A	N/A	N/A	N/A	N/A	N/A
Traffic violations - fines and court costs	\$ 639,906	655,539	842,577	811,591	N/A	N/A	N/A	N/A	N/A	N/A
Traffic fines/costs percent of revenues	4.3 %	4.1	5.9	5.8	N/A	N/A	N/A	N/A	N/A	N/A
Less than 30%	YES	YES	YES	YES	N/A	N/A	N/A	N/A	N/A	N/A
Police:										
Arrests	555	559	514	727	673	612	703	659	1,027	981
Traffic citations	8,719	6,681	7,780	7,964	9,103	7,171	7,432	9,901	6,308	6,900
Parking citations	2,740	2,897	3,333	3,217	4,107	4,393	4,319	4,393	3,624	3,604
Traffic accident responses	400	380	435	449	468	455	448	480	552	660
Fire:										
Fire truck runs	1,284	1,169	1,184	1,020	2,581	2,442	2,440	2,104	2,002	1,726
Ambulance runs	1,637	1,601	1,539	1,413	1,508	1,396	1,392	1,417	1,380	1,312
Safety inspections	685	701	722	652	591	627	594	624	572	675
Public Works:										
Sewer lateral repairs	132	117	106	117	63	79	70	54	64	79
Chip sealing - square yards	88,114	81,352	76,890	-	113,827	-	168,069	135,931	152,533	160,426
Parks and Recreation:										
Pool attendance	70,000	70,000	72,000	76,000	77,000	76,500	75,000	74,500	74,000	72,000
Recreation program attendance	30,000	30,335	29,000	29,500	29,500	30,000	31,500	32,000	32,000	31,500
Ice rink program attendance	19,142	19,154	17,505	15,500	15,540	18,425	18,500	18,500	18,500	16,500
Fitness center memberships (1)	1,745	1,697	1,545	1,593	1,504	1,763	1,867	1,348	943	N/A
Planning and Development:										
Inspections performed	6,634	6,816	6,686	6,439	5,671	5,367	1,703	1,592	1,735	1,621
Property maintenance notices	4,313	3,551	3,617	3,445	4,097	4,005	4,283	4,272	4,441	3,585

Sources: Various City departments, annual activity reports, and annual budget reports

(1) Fitness Center opened in December 2007.

\*Data is unavailable for years prior to 2013. Court reporting is done on a fiscal year basis.

**CITY OF WEBSTER GROVES, MISSOURI**  
**CAPITAL ASSET STATISTICS BY FUNCTIONS/PROGRAMS -**  
**LAST TEN CALENDAR YEARS**

<b>FUNCTIONS/PROGRAMS</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>
General Government:										
City hall - square footage	35,275	35,275	35,275	35,275	35,275	35,275	35,275	35,275	35,275	35,275
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Vehicles	23	23	23	23	23	23	23	23	22	22
Fire:										
Stations	2	2	2	2	2	2	2	2	2	2
Vehicles	9	9	9	9	9	9	9	9	9	9
Public Works:										
Miles of streets maintained	92	92	92	92	92	92	92	92	92	92
Public parking lots	8	8	8	8	8	8	8	8	8	8
Traffic signals owned	8	8	8	8	8	8	8	8	7	7
Service center/garage	1	1	1	1	1	1	1	1	1	1
Vehicles	30	30	30	30	30	28	28	30	28	28
Parks and Recreation:										
Community center	1	1	1	1	1	1	1	1	1	1
Aquatic center	1	1	1	1	1	1	1	1	1	1
Ice arena	1	1	1	1	1	1	1	1	1	1
Fitness center	1	1	1	1	1	1	1	1	1	1
Action park	1	1	1	1	1	1	1	1	1	1
Parks	17	17	17	17	17	17	17	17	17	17
Park acreage	127	127	127	127	127	127	127	127	127	127
Planning and Development:										
Vehicles	5	5	5	5	5	5	5	5	4	4

Sources: Various City departments and capital asset schedules