

CITY OF ELLISVILLE, MISSOURI

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED DECEMBER 31, 2017



**#1 WEIS AVENUE
ELLISVILLE, MISSOURI 63011**

CITY OF ELLISVILLE, MISSOURI

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED DECEMBER 31, 2017

Prepared by:
Department of Finance Department

CITY OF ELLISVILLE, MISSOURI
FINANCIAL REPORT

| | Page |
|---|-------------|
| SECTION I - INTRODUCTORY SECTION | |
| Principal City Officials | i |
| Organization Chart | ii |
| Certificate of Achievement | iii |
| Letter of Transmittal | iv |
| | |
| SECTION II - FINANCIAL SECTION | |
| Independent Auditor's Report | 1 |
| Management's Discussion and Analysis | 4 |
| Basic Financial Statements: | |
| Government-wide Financial Statements: | |
| Statement of Net Position | 11 |
| Statement of Activities | 12 |
| Fund Financial Statements: | |
| Balance Sheet - Governmental Funds | 13 |
| Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position | 14 |
| Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds | 15 |
| Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities | 16 |
| Statement of Fiduciary Net Position | 17 |
| Statement of Change in Fiduciary Net Position | 18 |
| Notes to Financial Statements | 19 |
| Required Supplemental Information: | |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual: | |
| General Fund | 37 |
| Parks Fund | 38 |
| Contingency Fund | 39 |
| Notes to Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual | 40 |
| Schedule of Changes in Net Pension Liability (Asset) and Related Ratios | 41 |
| Schedule of Pension Contributions | 42 |
| Other Supplemental Information: | |
| Combining Balance Sheet - Nonmajor Governmental Funds | 44 |
| Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds | 45 |
| Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual: | |
| Storm Water Project Fund | 46 |
| Capital Infrastructure Fund | 47 |
| Equipment Replacement Fund | 48 |
| Sewer Lateral Fund | 49 |

CITY OF ELLISVILLE, MISSOURI
FINANCIAL REPORT

| | Page |
|--|-------------|
| SECTION III - STATISTICAL SECTION | |
| Net Position by Component | 51 |
| Change in Net Position | 52 |
| Fund Balances - Governmental Fund | 53 |
| Changes in Fund Balances - Governmental Funds | 54 |
| Program Revenues by Functions/Programs | 55 |
| Tax Revenues by Source, Governmental Funds | 56 |
| Sales Tax Revenues by Type - Governmental Funds | 57 |
| Assessed and Estimated Actual Value of Taxable Property | 58 |
| Property Tax Rates - Direct and All Overlapping Governments | 59 |
| Principal Property Taxpayers | 60 |
| Property Tax Levies and Collections | 61 |
| Ratios of Outstanding Debt by Type | 62 |
| Direct and Overlapping Governmental Activities Debt | 63 |
| Legal Debt Margin Information | 64 |
| Demographic and Economic Statistics | 65 |
| Principal Employers | 66 |
| Principal Employment by Business Category | 67 |
| Full-time Equivalent City Government Employees by Functions/Programs | 68 |
| Operating Indicators by Functions/Programs | 69 |
| Capital Assets Statistics by Functions/Programs | 70 |

SECTION I - INTRODUCTORY SECTION

CITY OF ELLISVILLE, MISSOURI

PRINCIPAL CITY OFFICIALS

DECEMBER 31, 2017

MAYOR

Adam Q. Paul

CITY COUNCIL MEMBERS

Vince McGrath, District I

Stephen Chismarich, District I

Bones Baker, District II

Ken Newhouse, District II

Cindy Pool, District III

Dan Duffy, District III and Mayor Pro Tempore

COUNCIL-APPOINTED OFFICIALS

William (Bill) Schwer, City Manager

George Restovich, City Attorney and Prosecuting Attorney

Leigh Dohack, City Clerk

Donald Anderson, Municipal Judge

MANAGEMENT STAFF

Ada Hood, Director of Planning and Community Development

Bill Schwer, Public Works Director and Engineer

Steven Lewis, Chief of Police

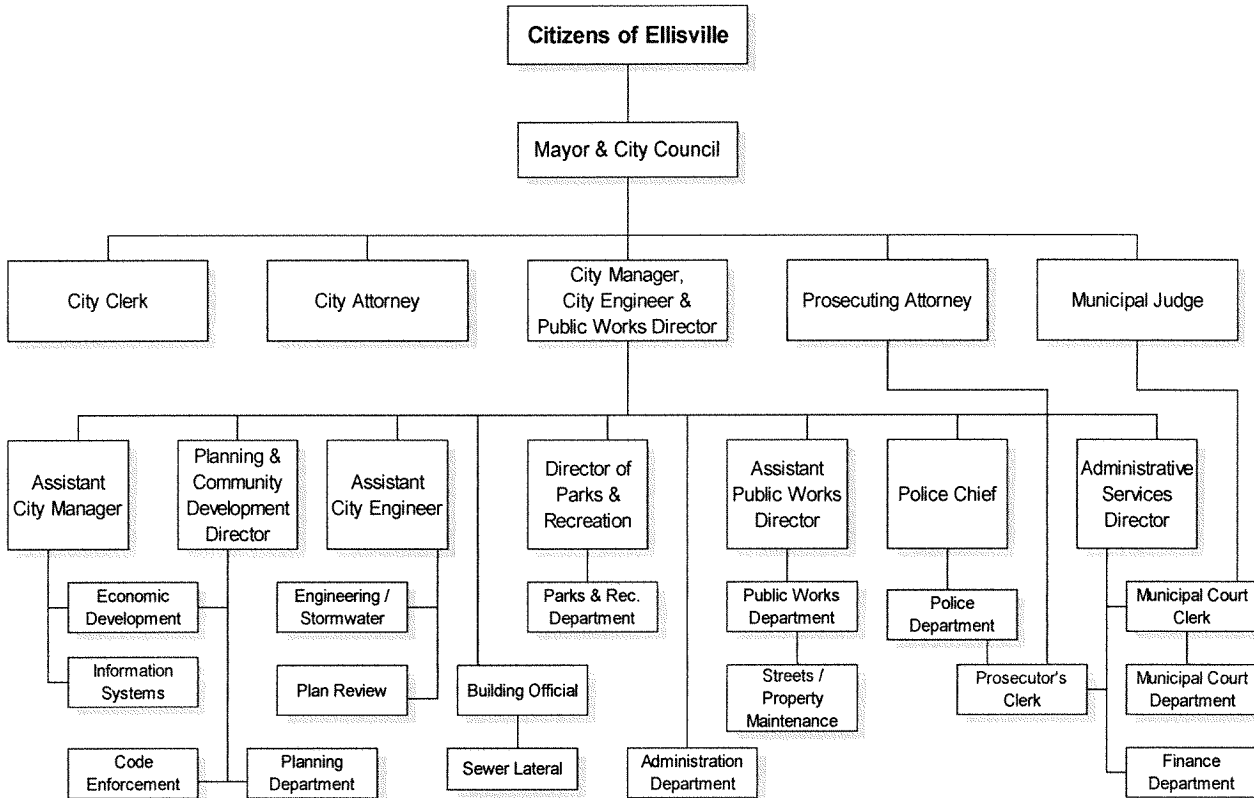
Lisa Blumer, Director of Parks and Recreation

Ben Schoesser, Assistant City Manager

Donald Cary, Administrative Services Director

City of Ellisville

Organization Chart
December 31, 2017





Government Finance Officers Association

**Certificate of
Achievement for
Excellence in
Financial
Reporting**

Presented to

**City of Ellisville
Missouri**

For its Comprehensive Annual Financial
Report
for the Fiscal Year Ended

December 31, 2016

Christopher P. Morrill

Executive Director/CEO

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City of Ellisville

June 13, 2018

Members of the Ellisville City Council and Citizens of Ellisville:

The Comprehensive Annual Financial Report of the City of Ellisville, Missouri (the City) for the fiscal year ended December 31, 2017 is hereby submitted. Responsibility for both the accuracy and the completeness rests with the City. To the best knowledge and belief of management, the data is accurate in all material respects and is reported in a manner designed to fairly present the financial position and results of operations of the various funds and account groups of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The Comprehensive Annual Financial Report is presented in four sections: (i) introductory, (ii) financial, (iii) statistical, and (iv) compliance. The introductory section includes this letter of transmittal, the City's organizational structure and a list of principal officials. The financial section includes the independent auditors' report, management's discussion and analysis, government-wide and fund financial statements and schedules, required supplemental information, and other supplemental information. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The compliance section includes the report on internal control over financial reporting and on compliance performed in accordance with *Government Auditing Standards*.

Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

The City defines its financial reporting entity in accordance with the provisions established by the Government Accounting Standards Board (GASB). GASB requirements for inclusion of component units are primarily based on whether the City's governing body has any significant amount of financial accountability for potential component units. Based on these criteria, the financial statements include all funds, agencies, boards, commissions and authorities for which the City is financially accountable. The City does appoint a majority of the governing members of the Ellisville Industrial Development Authority; however the City's accountability does not extend beyond making such appointments. As such, this related organization is not included as a component unit within the City's financial reporting entity.

PROFILE OF THE CITY

The City of Ellisville is located in western St. Louis County, Missouri. Ellisville was first settled in 1832. The City was incorporated on May 23, 1932 for the purpose of creating a school district. On August 3, 1993, the City voters overwhelmingly approved a Home Rule Charter that created the current Council/Manager form of government.

Many factors come together in Ellisville to make it such a great place to live. The City is located in the AAA-rated Rockwood School District. The City has over 230 acres of park land in 11 parks in various residential areas along with an interconnecting trail system. Ellisville has been awarded the National Arbor Day foundation's designation of "Tree City USA" for 35 consecutive years. The residential area includes single-family homes, townhouses, apartments, duplexes and condominiums. Over 600 businesses call Ellisville home. With one of the lowest crime rates in St. Louis County and numerous services and facilities, Ellisville is truly a premier place to live, work, play and shop.

The City is located approximately 13 miles west of the western city limit of St. Louis. Ellisville is located approximately five (5) miles south of I-64, five (5) miles north of I-44 and seven (7) miles west of I-270. There are two state highways that bisect the City: Highway 100 (Manchester Road) and Highway 340 (Clarkson Road). The approximate 4.3 square miles of Ellisville are bordered by the cities of Clarkson Valley to the north, Ballwin to the east and southeast and Wildwood to the west. Due to the 1995 incorporation of Wildwood and a 1999 annexation by Ballwin, the City of Ellisville is nearly landlocked.

The City Manager and the City Clerk are appointed by the City Council and serve at the pleasure of the Mayor and Council. The City Manager is responsible for directing, supervising, and monitoring all City departments, personnel and operations, and managing the City in a fiscally prudent manner.

The City provides a full range of services normally associated with a municipality, including law enforcement, public works, planning and zoning, code enforcement, parks and recreation, general administration, the construction, maintenance and repair of infrastructure (roadways, sidewalks, stormwater systems, snow removal, etc.), street lights, and solid waste collection and disposal. The City's parks include tennis courts, playgrounds, sports fields, multi-purpose trails and a pool complex.

Additional information is available on the City's website at www.ellisville.mo.us.

FACTORS AFFECTING FINANCIAL CONDITION

Local Economy. The economic outlook for the City of Ellisville is tied to the larger St. Louis metropolitan area. It is generally believed that the incubators and the startup community in the St. Louis region will provide economic growth

The City of Ellisville's largest revenue source is sales tax. This is directly related to the local economy. Sales taxes did not grow in 2017. This was considered when the City created the budget for 2018. In spite of the outlook being positive for the region, the City chose to budget for lower sales tax receipts for 2018. The City does not anticipate changing this stance until actual receipts justify a change.

Long-term Financial Planning. During each year the City Manager prepares a Long Range Plan. In addition to this, the budget includes a five-year financial projection along with reasons for each projection.

Each year the City updates its five-year capital improvement plan for major capital expenditures. This is sometimes called the “wish list”. Still this is useful for projections. For the planned years of 2018-2022 projects totaling approximately \$19.8 million have been requested. The major revenue sources for the major capital expenditures include the ½% stormwater sales tax, the ½% capital improvements sales tax, the gasoline and motor vehicle taxes, grants, and the ¼% sales tax for parks and recreation. The City’s goal is to also provide funds for capital expenditures in each year’s budget. Long term planning allows some items to be included without a source to pay for the expenditure. This recognizes a need as well as the City’s limitations.

Relevant Financial Policies. The City has a policy to maintain a budgeted fund balance with at least two months (2/12th) of expenditures covered. This policy was established to keep cash flow during the year from having a negative impact on the ability of the City to provide services. Sales taxes are received monthly, but the largest amounts are received quarterly. Property taxes are based upon the first day of the fiscal year, but the actual receipts are not due until the last day of the fiscal year. This policy has been successful in allowing the City to provide services throughout the year even with the timing of these revenues.

SIGNIFICANT EVENTS AND ACCOMPLISHMENTS

During 2017, the City experienced several significant events or accomplishments that may not be evident from a review of the general-purpose financial statements. Some of the more important events/accomplishments are summarized below:

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 of Ellisville for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2016. This is the twenty fourth consecutive year the City has received this prestigious national award-recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized CAFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. This current CAFR continues to meet the Certificate of Achievement Program’s requirements and is being submitted to the GFOA to determine its eligibility for another certificate.

The City Council met in early FY-2014 to establish a new strategic plan which is based upon the following goals.

- I. Attract new business and develop vacant property.
- II. Become a premier place to live, work, plan and shop.
- III. Improve, add, optimize and provide cost effective services.
- IV. Add mixed use development/improve zoning.
- V. Expand and diversify revenues.

The City Staff continues to work on action plans to achieve these goals. The Council reviewed this work during FY-2017 and established the priorities for the next year.

Other events and accomplishments include the following:

- Reconstruction of Froesel Dr. east of Hutchinson Rd to Henry was done during the summer when Ellisville Elementary, which is located in that area, was not open. Reconstruction work on Henry Ave. was also completed.
- Street replacements also included Clarkson Pines Ln., Autumn Crest Ct. and Walden's Meadow Ct.
- As set in the Strategic Plan, the objective to make changes so new residential development (in-fill housing) does not detract or overpower nearby properties was implemented.
- The City hosted several very successful special events in 2016 including the Annual 4th of July Independence Day Celebration, Kids Safety Day, weekly summer concerts in Bluebird park, Breakfast with Santa, Community Easter Egg Hunt, and host a Pooch Plunge.
- A Community Garden was opened in Bluebird Park during the year.
- A monthly Electronics Recycling Event was held from February – November in Bluebird Park.

FINANCIAL INFORMATION

The City's accounting system is designed around the following basic principles:

1. The City government is comprised of various entities, each with its separate functions and legal restrictions on the use of resources. In the private sector, a corporation may have many "subsidiaries" which make up the Parent Corporation. In the public sector, a city government may have a variety of "funds" that provides the basis for separately recording the financial data related to a specific activity. A fund is an accounting entity with a complete set of self-balancing accounting records. Each fund has been established because of some restriction on the use of resources received by that fund.
2. Internal controls exist within the accounting system to ensure safety of assets from misappropriation, unauthorized use or disposition and to maintain the accuracy of financial record keeping. These internal controls must be established consistent with sound management practices based on the cost/benefit of the controls imposed. The cost of a control should not be excessive in relation to its benefit as viewed by the City's management. The internal controls in existence within the City's system are sufficient to ensure, in all material aspects, both the safety of the City's assets and the accuracy of the financial record keeping system.
3. In addition, the City maintains budgetary controls. The objective of these controls is to ensure compliance with legal provisions. The annual appropriation resolution (which gives the City its legal authority to spend) is adopted for the City's governmental and expendable trust fund types. Management requires that each Department Director stay within his or her individual departmental budgets. Finance monitors the budget for any cost overruns and notifies the Department Director and the City Manager. The Finance Department continually strives to provide accurate and timely financial information, as well as maintain an adequate system of controls in order to meet its responsibility of sound financial management.

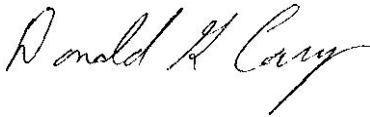
ACKNOWLEDGMENTS

This report would not have been possible without the assistance of the City Manager and all the staff. Their cooperation has certainly been appreciated. The amount of time and effort expended by all participants to complete this document is significant. The staff's commitment to providing the information in this report in a timely manner is necessary and appreciated as the City continues the long tradition of excellence and openness in financial reporting.

The City's auditors, Hochschild Bloom & Company, LLP, should also be recognized for their assistance, recommendations and expertise in formulating this report.

None of this would have been accomplished without the leadership of you, the City Council, as you have set a responsible financial course including quality transparent reporting for the Citizens of Ellisville.

Respectfully submitted,

A handwritten signature in cursive script that reads "Donald G. Cary".

Donald G. Cary
Administrative Services Director

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SECTION II - FINANCIAL SECTION



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

INDEPENDENT AUDITOR'S REPORT

June 13, 2018

Honorable Mayor and City Council
CITY OF ELLISVILLE, 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 ELLISVILLE, MISSOURI** (the City), as of and for the year ended December 31, 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the as-

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

assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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 December 31, 2017, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required 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.

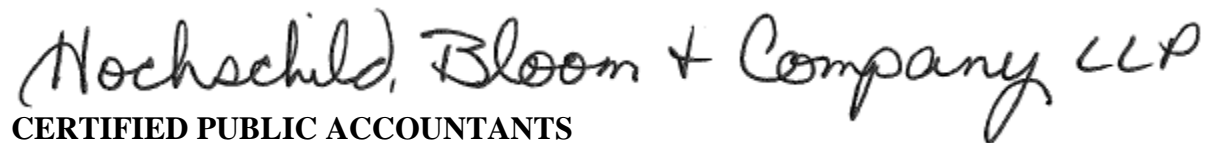
The other supplemental information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic 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 June 13, 2018 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.


CERTIFIED PUBLIC ACCOUNTANTS

CITY OF ELLISVILLE, MISSOURI MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2017

The management of the City of Ellisville, Missouri (the City) offers this narrative discussion and analysis of the financial activities of the City for the fiscal year ended December 31, 2017. Readers are encouraged to consider this information in conjunction with additional information in the letter of transmittal, on pages iv through viii of this report and the accompanying financial statements.

FINANCIAL HIGHLIGHTS

- On a government-wide basis, the assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows for the most recent fiscal year by \$38,968,920.
- The City's total net position decreased by \$339,504.
- As of December 31, 2017, the close of the fiscal year, the City's governmental funds reported combined ending fund balances of \$6,368,199. This is a decrease of \$2,958,247 in comparison to the prior year.
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$1,846,207 or 27.6% of the total General Fund expenditures.
- During the fiscal year, General Fund expenditures exceeded the revenues by \$1,200,918.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. Note that the government-wide financial statements exclude fiduciary fund activities.

The statement of net position presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is 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 related cash flows. Thus, revenues and expenses are reported in the statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

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

**CITY OF ELLISVILLE, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017**

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories: governmental funds and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable 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 statements of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains seven individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statements of revenues, expenditures, and changes in fund balances for the General Fund, Storm Water Project Fund, Capital Infrastructure Fund, Parks Fund, and Contingency Fund all of which are considered to be major funds. Data from the other two funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements later in this report.

The City adopts an annual appropriated budget for all funds. Budgetary comparison statements are provided for these funds to demonstrate compliance with these budgets.

Fiduciary funds. Fiduciary funds are used to 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 those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to 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.

Required supplemental information. This Management's Discussion and Analysis, the General Fund, Parks Fund, and Contingency Fund budgetary comparison schedules and pension schedules represent financial information required by GAAP to be presented. Such information provides users of this report with additional data that supplements the government-wide financial statements, fund financial statements, and notes (referred to as "the basic financial statements").

Other supplemental information. This part of the annual report includes optional financial information such as a budgetary comparison schedules for the Storm Water Project fund, Capital Infrastructure Fund, Equipment Replacement Fund, and Sewer Lateral Fund and combining statements for the non-major governmental funds.

**CITY OF ELLISVILLE, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017**

This other supplemental financial information is provided to address certain specific needs of various users of the City's annual report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As previously noted, net position may serve over time as a useful indicator of a government's financial position. The City's assets and deferred outflows of resources exceeded liabilities and deferred inflows by \$38,968,920 as of December 31, 2017.

The largest portion of the City's net position (82%) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), 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.

A condensed version of the statement of net position is as follows:

| | December 31 | | 2017 Change | |
|---------------------------------------|----------------------|-------------------|--------------------|----------------|
| | 2017 | 2016 | Amount | Percent |
| ASSETS | | | | |
| Current and other assets | \$ 7,757,972 | 9,854,654 | (2,096,682) | (21.3) % |
| Capital assets | 31,782,499 | 31,649,103 | 133,396 | 0.4 |
| Total Assets | <u>39,540,471</u> | <u>41,503,757</u> | <u>(1,963,286)</u> | (4.7) |
| DEFERRED OUTFLOWS OF RESOURCES | | | | |
| | <u>826,862</u> | <u>1,868,616</u> | <u>(1,041,754)</u> | (55.8) |
| LIABILITIES | | | | |
| Current and other liabilities | 726,075 | 386,161 | 339,914 | 88.0 |
| Long-term liabilities | 304,211 | 3,520,391 | (3,216,180) | (91.4) |
| Total Liabilities | <u>1,030,286</u> | <u>3,906,552</u> | <u>(2,876,266)</u> | (73.6) |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| | <u>368,127</u> | <u>157,397</u> | <u>210,730</u> | 133.9 |
| NET POSITION | | | | |
| Net investment in capital assets | 31,782,499 | 29,127,656 | 2,654,843 | 9.1 |
| Restricted | 3,628,645 | 6,508,496 | (2,879,851) | (44.2) |
| Unrestricted | <u>3,557,776</u> | <u>3,672,272</u> | <u>(114,496)</u> | (3.1) |
| Total Net Position | <u>\$ 38,968,920</u> | <u>39,308,424</u> | <u>(339,504)</u> | (0.9) % |

The restricted net position amount of \$3,628,645 for 2017 represents resources that are subject to external restrictions on how they may be used. External restrictions include those imposed by grantors, contributors, regulations of other governments, or restrictions imposed by law through constitutional provisions or legislation.

**CITY OF ELLISVILLE, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017**

Governmental activities. Governmental activities decreased the City's net position by \$339,504.

A condensed version of the statement of activities is as follows:

| | For The Years Ended December 31 | | 2017 Change | |
|--|--|-------------------|--------------------|----------------|
| | 2017 | 2016 | Amount | Percent |
| REVENUES | | | | |
| Program revenues: | | | | |
| Charges for services | \$ 1,276,252 | \$ 1,303,239 | (26,987) | (2.1) % |
| Operating grants and contributions | 662,394 | 635,613 | 26,781 | 4.2 |
| Capital grants and contributions | 410,000 | 2,848,782 | (2,438,782) | (85.6) |
| General revenues: | | | | |
| Taxes | 7,891,661 | 8,042,329 | (150,668) | (1.9) |
| Investment income | 86,156 | 57,599 | 28,557 | 49.6 |
| Gain on sale of assets | 5,747 | 234,363 | (228,616) | (97.5) |
| Miscellaneous | 20,985 | 130,946 | (109,961) | (84.0) |
| Total Revenues | <u>10,353,195</u> | <u>13,252,871</u> | <u>(2,899,676)</u> | <u>(21.9)</u> |
| EXPENSES | | | | |
| Administration | 1,962,399 | 2,044,237 | (81,838) | (4.0) |
| Police | 2,727,514 | 3,080,790 | (353,276) | (11.5) |
| Public works | 1,850,463 | 2,000,765 | (150,302) | (7.5) |
| Planning, inspection, and engineering | 2,744,640 | 2,289,855 | 454,785 | 19.9 |
| Municipal court | 123,867 | 174,725 | (50,858) | (29.1) |
| Recreation | 1,181,074 | 1,096,229 | 84,845 | 7.7 |
| Interest and fiscal charges | 102,742 | 120,306 | (17,564) | (14.6) |
| Total Expenses | <u>10,692,699</u> | <u>10,806,907</u> | <u>(114,208)</u> | <u>(1.1)</u> |
| CHANGE IN NET POSITION | (339,504) | 2,445,964 | (2,785,468) | (113.9) |
| NET POSITION, BEGINNING OF YEAR | <u>39,308,424</u> | <u>36,862,460</u> | <u>2,445,964</u> | <u>6.6</u> |
| NET POSITION, END OF YEAR | <u>\$ 38,968,920</u> | <u>39,308,424</u> | <u>(339,504)</u> | <u>(0.9) %</u> |

In 2017, the City's total revenues on a government-wide basis were \$10,353,195, a decrease of \$2,899,676 compared to 2016. A decrease in capital grants and contributions revenue for mainly infrastructure donated by MoDOT in the prior year was a major cause of this decrease.

In 2017, the City's total expenses on a government-wide basis were \$10,692,699, a decrease of \$114,208 compared to 2016. One major cause for this decrease was expenditures related to the capital grants and contributions listed in the revenue decrease explanation.

**CITY OF ELLISVILLE, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017**

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As previously noted, 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 near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the City's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$6,368,199, a decrease of \$2,958,247 compared to the prior year ending balance. Approximately 29% of this total amount (\$1,846,207) constitutes unassigned fund balance, which is available for spending at the City's discretion. The remainder of the fund balance is either nonspendable, restricted, committed, or assigned to indicate that it is: 1) not in spendable form (\$187,601), 2) legally required to be maintained intact (\$919), 3) restricted for particular purposes (\$3,545,437), 4) committed for particular purposes (\$772,498), or 5) assigned for equipment replacement (\$15,537).

The General Fund is the chief operating fund of the City. At the end of the fiscal year that is being reported, unassigned fund balance of the General Fund was \$1,846,207, which is 91% of the total fund balance of \$2,033,808. 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. Unassigned fund balance represents 27.6% of total General Fund expenditures, while total fund balance represents 30.4% of that same amount. The total fund balance of the City's General Fund decreased by \$86,153 for this fiscal year.

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

- The Storm Water Project Fund decreased by \$548,065 from the fund balance at the end of the prior year. This decrease was due to a large stormwater expenditure on Froesel Drive in 2017.
- Capital Infrastructure Fund decreased by \$1,886,674 from the fund balance at the end of the prior year. This decrease was a result of a transfer of \$3.3 million to the contingency fund in 2017. Which was subsequently transferred to the General fund for various project and to the Parks Fund to pay off the remaining certificates of participation.
- The Parks Fund decreased by \$461,222 from the fund balance at the end of the prior year. The decrease was a result of paying off the certificates of participation early.
- The Contingency Fund increased \$6,155 from the fund balance at the end of the prior year. This increase was due to interest income in 2017.

GENERAL FUND BUDGETARY HIGHLIGHTS

There were no budget changes during 2017 for the General Fund.

The Council of the City, can authorize activities and purchases during the year which are not in the original budget. If these authorizations are not anticipated to create an overall budget shortfall the Council often does not approve an amendment to the budget.

**CITY OF ELLISVILLE, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017**

CAPITAL ASSETS

At the end of the fiscal year 2017, the City had \$31,782,499 (net of accumulated depreciation) invested in a broad range of capital assets, including police and public works equipment, buildings, park facilities, and roads. This amount represents a net increase (including additions and deductions) of \$133,396 or 0.4% from the prior fiscal year. Buildings and improvements decreased by \$316,774 due to depreciation for the current year exceeding additions. Capital asset balances (net of accumulated depreciation) are as follows:

| | December 31 | |
|----------------------------|--------------------|-------------|
| | 2017 | 2016 |
| Capital assets: | | |
| Land | \$ 2,276,529 | 2,276,529 |
| Buildings and improvements | 8,967,714 | 9,284,488 |
| Vehicles and equipment | 1,138,259 | 1,170,553 |
| Infrastructure | 19,399,997 | 18,917,533 |
| Total Capital Assets, Net | \$ 31,782,499 | 31,649,103 |

More information on capital asset activity during the year is provided in the notes to financial statements in Note C.

LONG-TERM DEBT

At year-end the City had \$0 in outstanding debt compared to \$2,521,447 at the end of the prior fiscal year, a net decrease of \$2,521,447 due to the early pay off of the debt. The City's governmental activities debt is detailed as follows:

| | December 31 | |
|-------------------------------|--------------------|-------------|
| | 2017 | 2016 |
| Certificates of participation | \$ - | 2,525,000 |
| Less - Discount | - | (3,553) |
| Total | \$ - | 2,521,447 |

More information on long-term debt is provided in the notes to financial statements in Note F.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The budget for fiscal year 2018 started with the Strategic Planning session held during 2017. This establishes goals and objectives that will be a part of the next year's budget requests. Department Heads add this information along with the current level of operations when determining requests for operating expenditures and capital expenditure needs for both the next year and the next five years.

While each department is working on the expenditure needs, Administration takes the lead in projecting revenues for the next fiscal year. The review of each revenue source includes trend analysis, anticipated change in economic activity for the nation and the St. Louis metropolitan and other factors included anticipated weather

**CITY OF ELLISVILLE, MISSOURI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017**

activity and changes in society's activities. The other factors may not impact all types of revenue but lower smoking rates, elimination of home telephones and increase in texting over phone calls, amount of electric and water consumed and usage of the City's pool complex do impact some revenue streams. The budget for fiscal year 2018 considered all of these factors. The budgeted revenue for fiscal year 2018 is approximately 3.5% higher than the revenue level that was anticipated for fiscal year 2017 and approximately 7% lower than the budget for fiscal year 2017. The budget for fiscal year 2018 does not anticipate any changes or additions to the current tax rates.

The largest source of revenue for the City will continue to be sales taxes. Therefore, this revenue source receives extra consideration and review. For a City the size of Ellisville, having a grocery store close, as happened during 2017, can make a difference in sales tax receipts. Sales taxes for fiscal year 2018 are budgeted a little less than what the anticipated receipts for fiscal year 2017 were to be at the time the budget was created. The City will continue its policy of closely watching the receipts from sales taxes throughout the year.

For fiscal year 2018, the City's budgeted expenditures are in excess of budgeted revenue by \$1,236,339. The reason for this negative amount are road projects that have been carried forward from 2017. These projects have been anticipated and budgeted in prior fiscal years. The fund balance in the Stormwater Fund has been allowed to grow through the years and will easily cover the costs for these projects.

No City services were cut in the fiscal year 2018 budget. Also, to insure the level of service provided to the Citizens of Ellisville, no full-time positions were eliminated. Budgeted expenditures for fiscal year 2018 include \$3,178,800 in capital improvements. Stormwater projects are the largest portion of capital expenditures with budgeted expenditures of \$2,633,800. The General Fund continues to make transfers to the Contingency Fund which are used to balance other funds and to increase the Contingency Fund balance. The fiscal year 2018 budget does not anticipate any measurable change in the Contingency Fund balance. The Capital Project Fund also makes transfers to the Contingency Fund which are then transferred to other funds for capital expenditures and the maintenance of capital expenditures. The budget for fiscal year 2018 continues to be stable and lean. Below is a look at the fund balances of some of the major funds from the fiscal year 2018 budget.

- General Fund budget anticipated a beginning fund balance of \$1,771,537 and ends with a balance of \$1,790,603, which exceeds the required amount to be kept in reserve.
- Capital Infrastructure Fund budget includes an anticipated beginning fund balance of \$336,859 and ends with a balance of \$845,559 which exceeds all required amounts.
- Stormwater Project Fund budget anticipated a beginning fund balance of \$2,558,046 and an ending balance of \$901,111 which is above the preferred fund balance level of \$500,000. As stated earlier, this change was anticipated as the fund balance was allowed to grow to pay for the major street projects that have been carried forward to the fiscal year 2018 budget.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our residents and taxpayers with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have any question about this report or need additional financial information, please contact Donald Cary, the Administrative Services Director, at One Weis Avenue, Ellisville, MO 63011.

CITY OF ELLISVILLE, MISSOURI
STATEMENT OF NET POSITION
DECEMBER 31, 2017

| | Governmental Activities |
|---|------------------------------------|
| ASSETS | |
| Cash and investments | \$ 5,222,677 |
| Receivables (net of allowances for uncollectibles): | |
| Taxes | 1,514,746 |
| Intergovernmental | 55,266 |
| Court | 50,349 |
| Interest | 21,016 |
| Other | 251,770 |
| Cash and investments - restricted | 14,509 |
| Prepaid items | 187,601 |
| Net pension asset | 440,038 |
| Capital assets: | |
| Land and other nondepreciable assets | 2,276,529 |
| Other capital assets, net of accumulated depreciation | 29,505,970 |
| Total Assets | 39,540,471 |
| DEFERRED OUTFLOWS OF RESOURCES | |
| Deferred amounts related to pensions | 826,862 |
| LIABILITIES | |
| Accounts payable | 504,884 |
| Accrued wages | 90,152 |
| Court bonds payable | 7,100 |
| Other liabilities | 123,939 |
| Noncurrent liabilities: | |
| Due within one year | 243,000 |
| Due in more than one year | 61,211 |
| Total Liabilities | 1,030,286 |
| DEFERRED INFLOWS OF RESOURCES | |
| Deferred amounts related to pensions | 368,127 |
| NET POSITION | |
| Net investment in capital assets | 31,782,499 |
| Restricted for: | |
| Storm water | 2,781,284 |
| Sewer | 491,434 |
| Parks | 28,239 |
| Debt service | 919 |
| Capital projects | 326,769 |
| Unrestricted | 3,557,776 |
| Total Net Position | \$ 38,968,920 |

CITY OF ELLISVILLE, MISSOURI
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2017

| | Program Revenues | | | Net Revenues (Expenses) And Changes In Net Position | |
|---------------------------------------|-------------------------|-------------------------------------|---|--|------------------------------------|
| FUNCTIONS/PROGRAMS | Expenses | Charges For Services | Operating Grants And Contributions | Capital Grants And Contributions | Governmental Activities |
| Governmental Activities | | | | | |
| General government | \$ 1,962,399 | 536,671 | - | - | (1,425,728) |
| Police | 2,727,514 | 92,085 | 4,477 | - | (2,630,952) |
| Public works | 1,850,463 | 94,192 | 637,283 | - | (1,118,988) |
| Planning, inspection, and engineering | 2,744,640 | 213,231 | 15,000 | 410,000 | (2,106,409) |
| Municipal court | 123,867 | - | - | - | (123,867) |
| Recreation | 1,181,074 | 340,073 | 5,634 | - | (835,367) |
| Interest on long-term debt | 102,742 | - | - | - | (102,742) |
| Total Governmental Activities | \$ 10,692,699 | 1,276,252 | 662,394 | 410,000 | (8,344,053) |
| General Revenues | | | | | |
| Taxes: | | | | | |
| Property | | | | | 386,950 |
| Sales | | | | | 5,601,110 |
| Utility | | | | | 1,466,253 |
| Franchise | | | | | 437,348 |
| Investment income | | | | | 86,156 |
| Gain on sale of assets | | | | | 5,747 |
| Miscellaneous | | | | | 20,985 |
| Total General Revenues | | | | | 8,004,549 |
| CHANGE IN NET POSITION | | | | | (339,504) |
| NET POSITION, JANUARY 1 | | | | | 39,308,424 |
| NET POSITION, DECEMBER 31 | | | | | \$ 38,968,920 |

See notes to financial statements

CITY OF ELLISVILLE, MISSOURI
BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2017

| | General | Storm Water Project | Capital Infrastructure | Parks | Contingency | Other Governmental Funds | Total Governmental Funds |
|--|---------------------|------------------------|---------------------------|----------------|----------------|--------------------------------|--------------------------------|
| ASSETS | | | | | | | |
| Cash and investments | \$ 1,400,130 | 2,572,858 | - | - | 772,498 | 477,191 | 5,222,677 |
| Receivables (net of allowances for uncollectibles): | | | | | | | |
| Taxes | 792,410 | 211,720 | 372,152 | 108,472 | - | 29,992 | 1,514,746 |
| Intergovernmental | 4,108 | - | 51,158 | - | - | - | 55,266 |
| Court | 50,349 | - | - | - | - | - | 50,349 |
| Interest | 21,016 | - | - | - | - | - | 21,016 |
| Other | 248,501 | - | - | 3,269 | - | - | 251,770 |
| Due from other funds | 165,563 | - | - | - | - | - | 165,563 |
| Prepaid items | 187,601 | - | - | - | - | - | 187,601 |
| Cash and investments - restricted | 13,590 | - | - | 919 | - | - | 14,509 |
| Total Assets | \$ 2,883,268 | 2,784,578 | 423,310 | 112,660 | 772,498 | 507,183 | 7,483,497 |
| LIABILITIES | | | | | | | |
| Accounts payable | \$ 492,882 | - | - | 12,002 | - | - | 504,884 |
| Accrued wages | 84,168 | 3,294 | - | 2,478 | - | 212 | 90,152 |
| Court bonds payable | 7,100 | - | - | - | - | - | 7,100 |
| Other liabilities | 123,939 | - | - | - | - | - | 123,939 |
| Due to other funds | - | - | 96,541 | 69,022 | - | - | 165,563 |
| Total Liabilities | 708,089 | 3,294 | 96,541 | 83,502 | - | 212 | 891,638 |
| DEFERRED INFLOWS OF RESOURCES | | | | | | | |
| Unavailable revenue: | | | | | | | |
| Property taxes | 93,283 | - | 79,213 | - | - | 3,076 | 175,572 |
| Court | 48,088 | - | - | - | - | - | 48,088 |
| Total Deferred Inflows Of Re- sources | 141,371 | - | 79,213 | - | - | 3,076 | 223,660 |
| FUND BALANCES | | | | | | | |
| Nonspendable: | | | | | | | |
| Prepaid items | 187,601 | - | - | - | - | - | 187,601 |
| Restricted: | | | | | | | |
| Storm water projects | - | 2,781,284 | - | - | - | - | 2,781,284 |
| Parks | - | - | - | 28,239 | - | - | 28,239 |
| Debt service | - | - | - | 919 | - | - | 919 |
| Capital projects | - | - | 247,556 | - | - | - | 247,556 |
| Sewer repairs | - | - | - | - | - | 488,358 | 488,358 |
| Committed: | | | | | | | |
| Contingency | - | - | - | - | 772,498 | - | 772,498 |
| Assigned: | | | | | | | |
| Equipment replacement | - | - | - | - | - | 15,537 | 15,537 |
| Unassigned | 1,846,207 | - | - | - | - | - | 1,846,207 |
| Total Fund Balances | 2,033,808 | 2,781,284 | 247,556 | 29,158 | 772,498 | 503,895 | 6,368,199 |
| Total Liabilities, Deferred Inflows Of Resources, And Fund Balances | \$ 2,883,268 | 2,784,578 | 423,310 | 112,660 | 772,498 | 507,183 | 7,483,497 |

CITY OF ELLISVILLE, MISSOURI
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2017

| | |
|---|-----------------------------|
| Total Fund Balances - Governmental Funds | \$ 6,368,199 |
| 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 \$52,631,286 and the accumulated depreciation is \$20,848,787. | 31,782,499 |
| Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the governmental funds. | 223,660 |
| Certain obligations are not financial resources and, therefore, are not reported in the governmental funds. These items consist of: | |
| Net pension asset | 440,038 |
| Deferred outflows related to pensions | 826,862 |
| Deferred inflows related to pensions | (368,127) |
| Certain long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. Long-term liabilities at year-end consist of: | |
| Accrued compensated absences payable | <u>(304,211)</u> |
| Total Net Position Of Governmental Activities | <u><u>\$ 38,968,920</u></u> |

CITY OF ELLISVILLE, MISSOURI
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

| | <u>General</u> | <u>Storm Water Project</u> | <u>Capital Infrastructure</u> | <u>Parks</u> | <u>Contingency</u> | <u>Other Governmental Funds</u> | <u>Total Governmental Funds</u> |
|---|---------------------|--------------------------------|-----------------------------------|--------------------|--------------------|---|---|
| REVENUES | | | | | | | |
| Taxes | \$ 4,613,322 | 1,416,388 | 1,836,388 | 609,776 | - | 93,808 | 8,569,682 |
| Licenses and permits | 727,916 | - | - | - | - | - | 727,916 |
| Fines and court costs | 71,867 | - | - | - | - | - | 71,867 |
| Intergovernmental | 4,477 | 15,000 | - | 5,634 | - | - | 25,111 |
| Investment income | 28,467 | 23,449 | 17,203 | 6,937 | 6,155 | 3,945 | 86,156 |
| Charges for services | 23,436 | - | - | 340,073 | - | - | 363,509 |
| Miscellaneous | 19,235 | - | - | 1,750 | - | - | 20,985 |
| Total Revenues | <u>5,488,720</u> | <u>1,454,837</u> | <u>1,853,591</u> | <u>964,170</u> | <u>6,155</u> | <u>97,753</u> | <u>9,865,226</u> |
| EXPENDITURES | | | | | | | |
| Current: | | | | | | | |
| Administrative | 1,845,738 | - | - | - | - | - | 1,845,738 |
| Police | 2,671,472 | - | - | - | - | - | 2,671,472 |
| Public works | 1,516,636 | - | - | - | - | 15,922 | 1,532,558 |
| Planning, inspection, and engineering | 470,448 | 268,054 | - | - | - | - | 738,502 |
| Municipal court | 120,528 | - | - | - | - | - | 120,528 |
| Recreation | - | - | - | 796,468 | - | - | 796,468 |
| Capital outlay | 64,816 | 1,734,848 | 408,265 | 50,344 | - | 234,119 | 2,492,392 |
| Debt service: | | | | | | | |
| Principal | - | - | - | 2,525,000 | - | - | 2,525,000 |
| Interest | - | - | - | 108,580 | - | - | 108,580 |
| Total Expenditures | <u>6,689,638</u> | <u>2,002,902</u> | <u>408,265</u> | <u>3,480,392</u> | <u>-</u> | <u>250,041</u> | <u>12,831,238</u> |
| REVENUES OVER (UNDER) EXPENDITURES | <u>(1,200,918)</u> | <u>(548,065)</u> | <u>1,445,326</u> | <u>(2,516,222)</u> | <u>6,155</u> | <u>(152,288)</u> | <u>(2,966,012)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | | | |
| Sale of capital assets | 7,765 | - | - | - | - | - | 7,765 |
| Transfers in | 1,177,000 | - | - | 2,055,000 | 3,402,000 | 170,000 | 6,804,000 |
| Transfers out | (70,000) | - | (3,332,000) | - | (3,402,000) | - | (6,804,000) |
| Total Other Financing Sources (Uses) | <u>1,114,765</u> | <u>-</u> | <u>(3,332,000)</u> | <u>2,055,000</u> | <u>-</u> | <u>170,000</u> | <u>7,765</u> |
| NET CHANGE IN FUND BALANCES | (86,153) | (548,065) | (1,886,674) | (461,222) | 6,155 | 17,712 | (2,958,247) |
| FUND BALANCES, JANUARY 1 | 2,119,961 | 3,329,349 | 2,134,230 | 490,380 | 766,343 | 486,183 | 9,326,446 |
| FUND BALANCES, DECEMBER 31 | <u>\$ 2,033,808</u> | <u>2,781,284</u> | <u>247,556</u> | <u>29,158</u> | <u>772,498</u> | <u>503,895</u> | <u>6,368,199</u> |

See notes to financial statements

CITY OF ELLISVILLE, MISSOURI
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2017

Net Change In Fund Balances - Governmental Funds \$ (2,958,247)

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

Capital outlays are reported in the governmental funds as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation (\$1,674,120) exceeded capital outlays over the capitalization threshold totaling (\$1,449,947) in the current period. (224,173)

Trade-ins, and donations) is to increase net position. 357,569

Revenues in the statement of activities that do not provide current financial resources are not reported in the governmental funds financial statements. 72,222

The issuance of long-term debt 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, however, it has no effect on net position. This amount is the net effect of these differences in the treatment of long-term debt:

| | | | |
|---|-----------|--|-----------|
| Repayments: | | | |
| Principal payments on certificates of participation | 2,525,000 | | |
| Amortization | (3,553) | | |
| Net Adjustment | 2,521,447 | | 2,521,447 |

Under the modified accrual basis of accounting used in the governmental funds financial statements, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis of accounting, expenses and liabilities are reported regardless of when financial resources are available. The net changes of these items are:

| | | | |
|------------------------------|-----------|-----------|--|
| Accrued compensated absences | (10,007) | | |
| Accrued interest on bonds | 9,391 | | |
| Pension expense | (107,706) | (108,322) | |

Change In Net Position Of Governmental Activities \$ (339,504)

CITY OF ELLISVILLE, MISSOURI
STATEMENT OF FIDUCIARY NET POSITION
DECEMBER 31, 2017

CURRENT ASSETS

| | |
|----------------------|------------------|
| Cash and investments | <u>\$ 53,866</u> |
|----------------------|------------------|

NET POSITION - RESTRICTED

| | |
|-----------------|------------------|
| Health benefits | <u>\$ 53,866</u> |
|-----------------|------------------|

CITY OF ELLISVILLE, MISSOURI
STATEMENT OF CHANGE IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2017

ADDITIONS

| | |
|-------------------|--------|
| Investment income | \$ 429 |
|-------------------|--------|

DEDUCTIONS

| | |
|--------------------------|----------|
| Health insurance expense | <u>-</u> |
|--------------------------|----------|

CHANGE IN NET POSITION

429

NET POSITION - RESTRICTED,
JANUARY 1

53,437

NET POSITION - RESTRICTED
DECEMBER 31

\$ 53,866

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The **CITY OF ELLISVILLE, MISSOURI** (the City) was incorporated in 1932 under the provisions of the Missouri State Statutes. On August 3, 1993, the City voters approved a Home Rule Charter which established a council-manager form of government, governed by a policy making body of six council members and a mayor. The City's major operations include police protection, street maintenance and improvements, parks and recreation, and general administrative services. The significant accounting policies applied by the City in the preparation of the accompanying financial statements are summarized below:

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.

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 primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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 or segment. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes, unrestricted interest earnings, and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for the governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

3. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

The governmental funds financial statements are reported using current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be measurable and available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments and compensated absences, are recorded only when payment is due (i.e., matured).

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable, if any, due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

General Fund -- This is the City's primary operating fund, which accounts for all the financial resources and the legally authorized activities of the City except those required to be accounted for in other specialized funds.

Storm Water Project Fund -- The City uses this fund to account for sales tax revenue designated for storm water projects.

Capital Infrastructure Fund -- The City uses this fund to account for sales tax revenue designated for capital improvements.

Parks Fund -- This fund is used exclusively for the revenues and expenditures related to the operations of the pool and Bluebird Park programs. This fund includes ¼ cent sales tax which is deposited and used for debt service payments related to the original construction of the pool.

Contingency Fund -- The City uses this fund for severe revenue shortfalls, extreme cash flow irregularities, occurrence of a natural disaster and/or the need for large unanticipated expenditures.

Additionally, the City reports the following fund type:

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Private-purpose Trust Fund -- The City uses this fund to account for resources held by the City that are to be used to cover health insurance premiums for employees who are unable to work due to illness. The City has no requirement to provide additional resources to this fund. Resources for this fund are provided by employees of the City that volunteer at charitable events.

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.

Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services, or privileges provided; 2) operating grants and contributions; and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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

4. Cash and Investments

The City pools the cash of all funds, except for monies deposited with fiscal agents in accordance with related bond indentures. The cash and investments balance in each fund represents that fund's equity share of the City's cash and investment pool. The City's investments are carried at fair value. Interest income earned on pooled cash and investments is allocated to the various funds based on their respective participation. Interest income on restricted cash and investments is credited directly to the related fund.

The City is authorized to invest funds not immediately needed for the purposes to which the funds are applicable in obligations of the U.S. Treasury, U.S. government agencies, repurchase agreements, and certificates of deposit.

5. Prepaid Items

Payments made to vendors for services that will benefit periods beyond the fiscal year-end are recorded as prepaid items. Prepaid items are recorded as expenditures when consumed rather than purchased. Prepaid items are equally offset by fund balance which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Capital Assets

Capital assets, which include property, equipment, and infrastructure (e.g., roads, bridges, sidewalks, and similar items), are reported in the governmental activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Infrastructure assets with an initial cost of \$50,000 or more are also capitalized and depreciated. Donated capital assets are recorded at estimated acquisition value at the date of donation.

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

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

| Asset | Years |
|-----------------------|--------------|
| Building improvements | 5 - 40 |
| Equipment | 5 - 20 |
| Vehicles | 8 |
| Infrastructure | 10 - 30 |

Infrastructure assets completed prior to January 1, 2004 were valued at their estimated cost as determined by the City's public works department. Infrastructure assets added after January 1, 2004 were recorded at historical cost.

7. Compensated Absences

Under terms of the City's personnel policy, employees are granted vacation time based on the length of service. Vacation time accrued during one fiscal year may be carried over and used only in the subsequent fiscal year. Upon termination, the employee is paid for unused vacation or is required to repay the City for used and unearned vacation of the current year. A liability for unused vacation compensation is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Sick leave is accumulated based upon length of service and is available only to provide compensation during periods of illness. No portion of sick leave is payable to the employee upon termination and, therefore, has not been reflected in the financial statements.

8. Long-term Obligations

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

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. Long-term Obligations (Continued)

In the fund financial statements, governmental fund types 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 cost, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

9. 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 has deferred outflows of resources related to the 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 has one item that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from various sources. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

10. 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 (ordinance) of the City Council, the highest level of decision-making authority.

Assigned -- The portion of fund balance that the City intends to use for a specific purpose as determined by the City Manager or Finance Director based on the City Council direction. Intent can be expressed by the City Council in the form of an ordinance.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

10. Fund Balance Policies (Continued)

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

When both restricted and unrestricted resources are available, the City will spend the restricted amounts and then the least restricted - committed, assigned, and then unassigned.

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

12. Use of Estimates

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

13. Pensions

For purposes of measuring the net pension asset/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.

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 and City policies to be secured by the deposit of certain securities specified at RSMo 30.270 with the City or trustee in-

CITY OF ELLISVILLE, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE B - CASH AND INVESTMENTS (Continued)

1. Deposits (Continued)

stitution. The value of the securities must amount to the total of the City's cash not insured by the Federal Deposit Insurance Corporation (FDIC).

As of December 31, 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 December 31, 2017, the City had the following investments:

| Investments | Fair Value | Maturities | | | | Credit Risk |
|---------------------------|---------------------|-------------|--------------------|------------------|--------------|-------------|
| | | No Maturity | Less Than One Year | 1 - 5 Years | 6 - 10 Years | |
| Primary Government | | | | | | |
| Certificates of deposit | \$ 4,734,375 | - | 547,088 | 4,187,287 | - | N/A |
| Money market funds | 919 | 919 | - | - | - | Not rated |
| Total Investments | <u>\$ 4,735,294</u> | <u>919</u> | <u>547,088</u> | <u>4,187,287</u> | <u>-</u> | |

Investments Policies

Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City minimizes credit risk by diversifying the portfolio to reduce losses on individual securities. The City minimizes credit risk by prequalifying the financial institution, broker/dealers, intermediaries, and advisors with which the City will do business.

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

Custodial Credit Risk is the risk that in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of the investments or collateral securities that are in the possession of an outside party. The City minimizes custodial credit risk by insuring deposits are covered by FDIC or fully collateralized with a fair value equal to or exceeding 105% of the amount of deposit.

NOTE B - CASH AND INVESTMENTS (Continued)

2. Investments (Continued)

Concentration of Credit Risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City minimizes concentration of credit risk by limiting that no more than 50% of the total investment portfolio be invested in a single security type or with a single financial institution.

Concentration of credit risk is required to be disclosed by the City for investments in any one issuer that represent 5% or more of total investments (investments issued by or explicitly guaranteed by the United States Government, investments in mutual funds, investments in external investment pools, and investments in other pooled investments are exempt). At December 31, 2017, the City had the following investment concentrations:

| Investments | Fair Value | Percent Of Total Investments |
|---|-------------------|-------------------------------------|
| Primary Government | | |
| Certificates of deposit - certain banks greater than 5% | \$ 1,225,040 | 25.87 % |

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 prices quoted in active markets for those securities; Level 2 inputs are significant other observable inputs using a matrix pricing technique; Level 3 inputs are significant unobservable inputs. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. The inputs and methodologies used for valuing investment securities are not necessarily an indication of risk associated with investing in those securities. The City only has investments in money markets funds and certificates of deposits which are not subject to the fair value classification.

NOTE C - CAPITAL ASSETS

Capital asset activity was as follows:

CITY OF ELLISVILLE, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE C - CAPITAL ASSETS (Continued)

| | For The Year Ended December 31, 2017 | | | |
|---|---|------------------|------------------|--------------------|
| | December 31 | | | December 31 |
| | 2016 | Increases | Decreases | 2017 |
| Capital assets not being depreciated: | | | | |
| Land | \$ 2,276,529 | - | - | 2,276,529 |
| Capital assets being depreciated: | | | | |
| Buildings and improvements | 12,771,679 | 93,956 | - | 12,865,635 |
| Vehicles and equipment | 2,608,867 | 124,630 | 61,669 | 2,671,828 |
| Infrastructure | 33,378,353 | 1,641,361 | 202,420 | 34,817,294 |
| Total Capital Assets Being Depreciated | 48,758,899 | 1,859,947 | 264,089 | 50,354,757 |
| Less - Accumulated depreciation for: | | | | |
| Buildings and improvements | 3,487,191 | 410,730 | - | 3,897,921 |
| Vehicles and equipment | 1,438,314 | 148,615 | 53,360 | 1,533,569 |
| Infrastructure | 14,460,820 | 1,114,775 | 158,298 | 15,417,297 |
| Total Accumulated Depreciation | 19,386,325 | 1,674,120 | 211,658 | 20,848,787 |
| Total Capital Assets Being Depreciated, Net | 29,372,574 | 185,827 | 52,431 | 29,505,970 |
| Total Capital Assets, Net | \$ 31,649,103 | 185,827 | 52,431 | 31,782,499 |

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

| | For The Year Ended December 31 2017 |
|---------------------------------------|--|
| General government | \$ 25,025 |
| Public works | 175,417 |
| Police | 70,844 |
| Planning, inspection, and engineering | 1,066,451 |
| Recreation | 336,383 |
| Total | \$ 1,674,120 |

CITY OF ELLISVILLE, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE D - INTERFUND BALANCES

The due to/from other funds consist of the following:

| <u>Receivable Fund</u> | <u>Payable Fund</u> | <u>December 31 2017</u> |
|------------------------|------------------------|-----------------------------|
| General | Capital Infrastructure | \$ 96,541 |
| General | Parks | <u>69,022</u> |
| Total | | <u>\$ 165,563</u> |

All of these interfund balances are due to timing differences. All interfund balances are expected to be repaid during the next fiscal year.

NOTE E - INTERFUND TRANSACTIONS

Individual interfund transactions for the year ended December 31, 2017 are as follows:

| <u>Transfers Out</u> | <u>Transfers In</u> | <u>For The Year Ended December 31 2017</u> |
|------------------------|---------------------|--|
| Capital infrastructure | Contingency | \$ 3,332,000 |
| Contingency | General | 1,177,000 |
| Contingency | Nonmajor | 170,000 |
| Contingency | Parks | 2,055,000 |
| General | Contingency | <u>70,000</u> |
| Total | | <u>\$ 6,804,000</u> |

Interfund transfers may be used to: 1) move revenues from the fund that ordinance or budget requires to collect them to the fund that ordinance or budget requires to expend them and 2) use unrestricted revenues collected to finance expenditures in other funds in accordance with budgetary authorization.

NOTE F - LONG-TERM DEBT

A summary of changes are as follows:

CITY OF ELLISVILLE, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE F - LONG-TERM DEBT (Continued)

| | For The Year Ended December 31, 2017 | | | Amounts Due Within One Year | |
|---------------------------------|---|------------------|-------------------|--|-----------------------------|
| | Balance | | | | Balance |
| | December 31 2016 | Additions | Reductions | | December 31 2017 |
| Certificates of participation | \$ 2,525,000 | - | 2,525,000 | - | |
| Less - Discount | (3,553) | - | (3,553) | - | |
| Compensated absences | 294,204 | 346,415 | 336,408 | 243,000 | |
| Total Long-term Debt | \$ 2,815,651 | 346,415 | 2,857,855 | 243,000 | |

The compensated absences are generally liquidated by the General Fund.

\$4,830,000 Series 2007 certificates of participation to construct, furnish, and equip a new municipal swimming Pool, principal due in annual installments through June 1, 2022; interest payable at 4% to 4.5% were paid off in December 2017.

NOTE G - OPERATING LEASE

The City is obligated under an operating lease agreement for office equipment through 2019.

The following is a schedule of future minimum rental payments required per the lease agreement:

| For The Years Ending December 31 | |
|---|-----------------|
| 2018 | \$ 2,064 |
| 2019 | 2,064 |
| Total | <u>\$ 4,128</u> |

NOTE H - PENSION PLAN

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 the Missouri Local Government Employees Retirement System (LAGERS). LAGERS is an agent multiple-employer, statewide public employee pension plan established in

CITY OF ELLISVILLE, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE H - PENSION PLAN (Continued)

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.

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) 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 receive a reduced allowance.

2017 Valuation

| | |
|----------------------|-------------------------------|
| Benefit multiplier | 1.75% for life |
| Final average salary | 3 years |
| Member contributions | Noncontributory for employees |

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 | 40 |
| Inactive employees entitled to but not yet receiving benefits | 19 |
| Active employees | <u>54</u> |
| Total | <u>113</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 do not contribute to the pension plan. The City contribution rates are 11.6% (General), and 12.0% (Police) of annual covered payroll.

CITY OF ELLISVILLE, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE H - PENSION PLAN (Continued)

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 6.55% 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.

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 | 2.23 |
| Real assets | 21.00 | 3.31 |
| Strategic assets | 10.00 | 5.73 |

CITY OF ELLISVILLE, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE H - PENSION PLAN (Continued)

Discount Rate

The discount rate used to measure the total pension liability 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.

Changes in the Net Pension Liability (Asset)

| | Increase (Decrease) | | |
|--|--|--|--|
| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability (Asset) (a)-(b) |
| Balances at June 30, 2016 | \$ 14,223,625 | 13,518,885 | 704,740 |
| Changes for the year | | | |
| Service cost | 322,328 | - | 322,328 |
| Interest | 1,024,569 | - | 1,024,569 |
| Difference between expected and actual experience | (311,294) | - | (311,294) |
| Contributions - employer | - | 412,951 | (412,951) |
| Net investment income | - | 1,717,923 | (1,717,923) |
| Benefit payments, including refunds | (508,874) | (508,874) | - |
| Administrative expense | - | (8,934) | 8,934 |
| Other changes | - | 58,441 | (58,441) |
| Net Changes | <u>526,729</u> | <u>1,671,507</u> | <u>(1,144,778)</u> |
| Balances at June 30, 2017 | <u>\$ 14,750,354</u> | <u>15,190,392</u> | <u>(440,038)</u> |

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

The following presents the net pension liability (asset) of the City, 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) | \$ 1,712,819 | (440,038) | (2,220,961) |

CITY OF ELLISVILLE, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE H - PENSION PLAN (Continued)

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

For the year ended December 31, 2017, the City recognized pension expense of \$519,557. Reported deferred outflows and inflows of resources are related to pensions from the following sources:

| | Outflows | Inflows | Net Outflows |
|--|-----------------|----------------|-------------------------|
| Differences in experience | \$ 29,745 | 368,127 | (338,382) |
| Excess (deficit) investment returns | 301,406 | - | 301,406 |
| Assumption changes | 287,962 | - | 287,962 |
| Contributions subsequent to the measurement date* | 207,749 | - | 207,749 |
| Total | \$ 826,862 | 368,127 | 458,735 |

*The amount reported as deferred outflows of resources resulting from contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability (asset) for the next fiscal year.

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

**For The Plan
Years Ending
June 30**

| | |
|------------|------------|
| 2018 | \$ 200,633 |
| 2019 | 213,341 |
| 2020 | 52,218 |
| 2021 | (176,978) |
| 2022 | (37,525) |
| Thereafter | (703) |
| Total | \$ 250,986 |

Payable to the Pension Plan

At December 31, 2017, the City reported a payable of \$50,954 for the outstanding amount of contributions to the pension plan required for the year ended December 31, 2017.

NOTE I - DEFERRED COMPENSATION PLAN

The City offers its employees a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. The Plan, available to all City employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. The City makes no contribution to the Plan.

NOTE J - 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 County 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 incurred by the trust should the trust cease operation at some future date.

The City also purchases commercial insurance to cover other risks. Settled claims from these risks have not exceeded coverage in any of the past three years.

NOTE K - PROPERTY TAX

The City's property tax is levied each year on the assessed value listed as of the prior January 1 for all real and personal property located in the City. The City does not tax personal property; however, road and bridge tax is assessed by the County and includes personal property. Taxes are levied on October 1 and payable by December 31. A lien is placed on the personal property on January 1 and is then subject to interest and penalties. The assessed value at January 1, 2017, upon which the 2017 levy was based on an assessed value for real, personal, and public utility property was \$311,579,655. The City does not include personal property when assessing the General Fund. The assessed value of personal property totaled \$32,521,198 as of January 1, 2017. The City's tax rate was levied at \$0.142 per \$100 of assessed valuation for the General Fund.

NOTE L - RESTRICTED NET POSITION

The government-wide statement of net position reports \$3,628,645 of restricted net position, of which \$3,627,726 is restricted by enabling legislation.

NOTE M - COMMITMENTS AND CONTINGENCIES

The City is subject to various litigation. In the opinion of management, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

NOTE N - FUTURE ACCOUNTING PRONOUNCEMENTS

The Governmental Accounting Standards Board (GASB) had issued several statements not yet implemented by the City. The Statement which might impact the City is as follows:

- GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. This Statement established standards for defined benefit OPEB plans for identifying the methods and assumptions that are required to be used to project benefit payments at their actuarial present value. This Statement is effective for financial statements for periods beginning after June 15, 2017.

Management has not yet determined the effect, if any, this Statement may have in the City's future financial statements.

NOTE O - SUBSEQUENT EVENTS

On January 25, 2018 the City purchased a piece of equipment for public works which was financed for \$221,178.

The City also entered into a 5-year software subscription agreement on February 28, 2018 for annual fee of \$23,550.

REQUIRED SUPPLEMENTAL INFORMATION SECTION

CITY OF ELLISVILLE, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND
BALANCE - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2017

| | Original And Final Budgeted Amounts | Actual | Over (Under) Budget |
|---------------------------------------|--|---------------|------------------------------------|
| | | | |
| REVENUES | | | |
| Taxes | \$ 5,002,600 | 4,613,322 | (389,278) |
| Licenses and permits | 655,700 | 727,916 | 72,216 |
| Fines and court costs | 133,400 | 71,867 | (61,533) |
| Intergovernmental | 7,500 | 4,477 | (3,023) |
| Investment income | 5,500 | 28,467 | 22,967 |
| Charges for services | 24,500 | 23,436 | (1,064) |
| Miscellaneous | 29,000 | 19,235 | (9,765) |
| Total Revenues | 5,858,200 | 5,488,720 | (369,480) |
| EXPENDITURES | | | |
| Current: | | | |
| Administrative | 1,936,440 | 1,845,738 | (90,702) |
| Police | 2,697,265 | 2,671,472 | (25,793) |
| Public works | 1,665,001 | 1,516,636 | (148,365) |
| Planning, inspection, and engineering | 475,403 | 470,448 | (4,955) |
| Municipal court | 125,750 | 120,528 | (5,222) |
| Capital outlay | 54,635 | 64,816 | 10,181 |
| Total Expenditures | 6,954,494 | 6,689,638 | (264,856) |
| REVENUES UNDER EXPENDITURES | (1,096,294) | (1,200,918) | (104,624) |
| OTHER FINANCING SOURCES (USES) | | | |
| Sale of capital assets | 10,000 | 7,765 | (2,235) |
| Transfers in | 1,412,000 | 1,177,000 | (235,000) |
| Transfers out | (325,000) | (70,000) | 255,000 |
| Total Other Financing Sources (Uses) | 1,097,000 | 1,114,765 | 17,765 |
| NET CHANGE IN FUND BALANCE | \$ 706 | (86,153) | (86,859) |
| FUND BALANCE, JANUARY 1 | | 2,119,961 | |
| FUND BALANCE, DECEMBER 31 | | \$ 2,033,808 | |

CITY OF ELLISVILLE, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND
BALANCE - BUDGET AND ACTUAL - PARKS FUND
FOR THE YEAR ENDED DECEMBER 31, 2017

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Over (Under) Budget</u> |
|--|-------------------------|------------------|------------------|------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Taxes | \$ 680,000 | 680,000 | 609,776 | (70,224) |
| Investment income | 1,000 | 1,000 | 6,937 | 5,937 |
| Charges for services | 333,700 | 333,700 | 340,073 | 6,373 |
| Intergovernmental | 2,000 | 2,000 | 5,634 | 3,634 |
| Miscellaneous | 19,000 | 19,000 | 1,750 | (17,250) |
| Total Revenues | <u>1,035,700</u> | <u>1,035,700</u> | <u>964,170</u> | <u>(71,530)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Recreation | 874,485 | 874,485 | 796,468 | (78,017) |
| Capital outlay | 73,700 | 73,700 | 50,344 | (23,356) |
| Debt service: | | | | |
| Principal | 310,000 | 2,525,000 | 2,525,000 | - |
| Interest | 108,035 | 113,035 | 108,580 | (4,455) |
| Total Expenditures | <u>1,366,220</u> | <u>3,586,220</u> | <u>3,480,392</u> | <u>(105,828)</u> |
| REVENUES UNDER EXPENDI- TURES | (330,520) | (2,550,520) | (2,516,222) | 34,298 |
| OTHER FINANCING SOURCES | | | | |
| Transfers in | <u>325,000</u> | <u>2,050,000</u> | <u>2,055,000</u> | <u>5,000</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ (5,520)</u> | <u>(500,520)</u> | (461,222) | <u>39,298</u> |
| FUND BALANCE, JANUARY 1 | | | <u>490,380</u> | |
| FUND BALANCE, DECEMBER 31 | | | <u>\$ 29,158</u> | |

CITY OF ELLISVILLE, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND
BALANCE - BUDGET AND ACTUAL - CONTINGENCY FUND
FOR THE YEAR ENDED DECEMBER 31, 2017

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Over (Under) Budget</u> |
|---|-------------------------|--------------|-------------------|------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Investment income | \$ 2,700 | 2,700 | 6,155 | 3,455 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 1,932,000 | 3,657,000 | 3,402,000 | (255,000) |
| Transfers out | (1,932,000) | (3,657,000) | (3,402,000) | (255,000) |
| Total Other Financing Sources (Uses) | - | - | - | - |
| NET CHANGE IN FUND BALANCE | <u>\$ 2,700</u> | <u>2,700</u> | 6,155 | <u>3,455</u> |
| FUND BALANCE, JANUARY 1 | | | <u>766,343</u> | |
| FUND BALANCE, DECEMBER 31 | | | <u>\$ 772,498</u> | |

**CITY OF ELLISVILLE, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - NOTES TO
SCHEDULES OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017**

Budgetary Data

In accordance with the City's charter, the City Council (the Council) adopts an annual budget for all Funds. The City follows these procedures in establishing the budgetary data reflected in the financial statements:

- The Director of Finance, with the assistance of the department heads, prepares a budget of estimated revenues and expenditures for the forthcoming year and delivers the budget to the City Manager.
- The City Manager reviews the proposed expenditures with the Director of Finance and the department heads and, after necessary revisions have been made, submits the budget and the accompanying written narrative at least 90 days prior to the beginning of each fiscal year to the Council.
- After appropriate public notice, the Council holds a public hearing on the proposed budget.
- After the public hearing, the Council may adopt the budget with or without amendments. In amending the budget, it may add or increase programs or amounts and may delete or decrease any programs or amounts, except expenditures required by law, for debt service, or for estimated cash deficits, provided that no amendments to the budget shall increase the authorized expenditures to an amount greater than the total of the estimated revenues and unencumbered or undesignated fund balance from any previous fiscal year.
- The budget shall be adopted by the affirmative vote of a majority of the members of the Council on or before the last day of the current fiscal year. The legal level of budgetary control for the City is at the department level.
- If the Council fails to adopt the budget by this date, amounts appropriated for existing City operations during the current fiscal year shall be deemed adopted for the ensuing fiscal year on a prorated month-to-month basis until the Council adopts a budget.
- The City Manager may transfer all or any part of any unencumbered appropriation balance within a department. The Council may by ordinance transfer all or part of an unencumbered appropriation balance from one department to another. Monies held in reserve, contingency, or undesignated funds shall be transferred or encumbered only by ordinance of the Council.
- The Council may, by ordinance, make supplemental appropriations, if the City Manager certifies that funds will be available for such expenditures.
- At the end of each budget period, all unexpended appropriations balances lapse and may be reappropriated in the next budget period.

The City's budgets are prepared on the modified accrual basis of accounting.

CITY OF ELLISVILLE, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF CHANGES
IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
FOR THE YEAR ENDED DECEMBER 31,2017

| | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|---|----------------------|-------------------|--------------------|
| Total Pension Liability | | | |
| Service cost | \$ 322,328 | 264,527 | 247,299 |
| Interest on the total pension liability | 1,024,569 | 857,624 | 807,159 |
| Changes of benefit terms | - | 1,261,824 | - |
| Difference between expected and actual experience | (311,294) | (152,821) | (4,833) |
| Changes of assumptions | - | 479,168 | - |
| Benefit payments, including refunds | (508,874) | (365,685) | (358,480) |
| Net Change In Total Pension Liability | <u>526,729</u> | <u>2,344,637</u> | <u>691,145</u> |
| | | | |
| Total Pension Liability Beginning | <u>14,223,625</u> | <u>11,878,988</u> | <u>11,187,843</u> |
| | | | |
| Total Pension Liability Ending (a) | <u>\$ 14,750,354</u> | <u>14,223,625</u> | <u>11,878,988</u> |
| | | | |
| Plan Fiduciary Net Position | | | |
| Contributions - employer | \$ 412,951 | 287,054 | 278,474 |
| Net investment income | 1,717,923 | (36,326) | 259,349 |
| Benefit payments, including refunds | (508,874) | (365,685) | (358,480) |
| Administrative expense | (8,934) | (8,749) | (9,320) |
| Other changes | 58,441 | 41,382 | 270,087 |
| Net Change In Plan Fiduciary Net Position | <u>1,671,507</u> | <u>(82,324)</u> | <u>440,110</u> |
| | | | |
| Plan Fiduciary Net Position Beginning | <u>13,518,885</u> | <u>13,601,209</u> | <u>13,161,099</u> |
| | | | |
| Plan Fiduciary Net Position Ending (b) | <u>\$ 15,190,392</u> | <u>13,518,885</u> | <u>13,601,209</u> |
| | | | |
| Net Pension Liability (Asset) Ending (a)-(b) | <u>\$ (440,038)</u> | <u>704,740</u> | <u>(1,722,221)</u> |
| | | | |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 102.98 % | 95.05 | 114.50 |
| | | | |
| Covered Employee Payroll (for February 28/29 valuation) | \$ 3,245,841 | 3,224,372 | 3,090,735 |
| | | | |
| Net Pension Liability (Asset) as a Percentage of Covered Employee Payroll | (13.56) % | 21.86 | (55.72) |

Notes:

Information is not available for fiscal years prior to 2015.

The amounts noted above are as of the measurement date which is June 30 prior to the end of the fiscal year.

CITY OF ELLISVILLE, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION - SCHEDULE OF PENSION CONTRIBUTIONS
LAST TEN FISCAL YEARS

| | Fiscal Year | | | | | | | | | |
|--|--------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
| Actuarially determined pension contribution | \$ 411,546 | 350,234 | 273,820 | 270,583 | 286,005 | 296,626 | 294,220 | 295,284 | 208,718 | 189,679 |
| Contributions in relation to the actuarially determined contribution | 411,546 | 350,234 | 273,820 | 270,583 | 286,005 | 276,056 | 248,869 | 232,210 | 208,718 | 189,679 |
| Contribution Deficiency | \$ - | - | - | - | - | 20,570 | 45,351 | 63,074 | - | - |
| Covered Employee Payroll | \$ 3,491,395 | 3,364,321 | 3,274,542 | 2,930,205 | 2,987,984 | 2,882,215 | 2,765,243 | 2,889,008 | 2,957,736 | 2,684,660 |
| Contributions as a Percentage of Covered Employee Payroll | 11.79 % | 10.41 | 8.36 | 9.23 | 9.57 | 9.58 | 9.00 | 8.04 | 7.06 | 7.07 |

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 18 years
 5 years smoothed market; 20% corridor
 3.25% wage inflation; 2.50% price inflation
 3.25% to 6.55% 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.

OTHER SUPPLEMENTAL INFORMATION SECTION

CITY OF ELLISVILLE, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2017

| | Capital Projects Fund Equipment Replacement | Special Revenue Fund Sewer Lateral | Total Nonmajor Governmental Funds |
|--|--|---|--|
| ASSETS | | | |
| Cash and investments | \$ 15,537 | 461,654 | 477,191 |
| Receivables (net of allowances for uncollectibles): | | | |
| Taxes | - | 29,992 | 29,992 |
| Total Assets | \$ 15,537 | 491,646 | 507,183 |
| LIABILITIES | | | |
| Accrued wages | \$ - | 212 | 212 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue - property taxes | - | 3,076 | 3,076 |
| FUND BALANCES | | | |
| Restricted for: | | | |
| Sewer repairs | - | 488,358 | 488,358 |
| Committed: | | | |
| Contingency | - | - | - |
| Assigned: | | | |
| Equipment replacement | 15,537 | - | 15,537 |
| Total Fund Balances | 15,537 | 488,358 | 503,895 |
| Total Liabilities, Deferred Inflows Of Resources, And Fund Balances | \$ 15,537 | 491,646 | 507,183 |

CITY OF ELLISVILLE, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - COMBINING
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

| | <u>Capital Projects Fund Equipment Replacement</u> | <u>Special Revenue Fund Sewer Lateral</u> | <u>Total Nonmajor Governmental Funds</u> |
|---|--|---|--|
| REVENUES | | | |
| Taxes | \$ - | 93,808 | 93,808 |
| Investment income | 240 | 3,705 | 3,945 |
| Total Revenues | <u>240</u> | <u>97,513</u> | <u>97,753</u> |
| EXPENDITURES | | | |
| Current: | | | |
| Public works | - | 15,922 | 15,922 |
| Capital outlay | 144,138 | 89,981 | 234,119 |
| Total Expenditures | <u>144,138</u> | <u>105,903</u> | <u>250,041</u> |
| REVENUES OVER (UNDER) EXPENDI- TURES | <u>(143,898)</u> | <u>(8,390)</u> | <u>(152,288)</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | 170,000 | - | 170,000 |
| Transfers out | - | - | - |
| Total Other Financing Sources (Uses) | <u>170,000</u> | <u>-</u> | <u>170,000</u> |
| NET CHANGE IN FUND BALANCES | 26,102 | (8,390) | 17,712 |
| FUND BALANCES (DEFICIT), JANUARY 1 | <u>(10,565)</u> | <u>496,748</u> | <u>486,183</u> |
| FUND BALANCES, DECEMBER 31 | <u>\$ 15,537</u> | <u>488,358</u> | <u>503,895</u> |

CITY OF ELLISVILLE, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - STORM WATER PROJECT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017

| | Original And Final Budgeted Amounts | Actual | Over (Under) Budget |
|--|--|---------------------|------------------------------------|
| REVENUES | | | |
| Taxes | \$ 1,575,000 | 1,416,388 | (158,612) |
| Intergovernmental | 15,000 | 15,000 | - |
| Investment income | 14,500 | 23,449 | 8,949 |
| Total Revenues | 1,604,500 | 1,454,837 | (149,663) |
| EXPENDITURES | | | |
| Current: | | | |
| Planning, inspection, and engineering | 375,605 | 268,054 | (107,551) |
| Capital outlay | 3,523,225 | 1,734,848 | (1,788,377) |
| Total Expenditures | 3,898,830 | 2,002,902 | (1,895,928) |
| NET CHANGE IN FUND BALANCE | \$ (2,294,330) | (548,065) | 1,746,265 |
| FUND BALANCE, JANUARY 1 | | 3,329,349 | |
| FUND BALANCE, DECEMBER 31 | | \$ 2,781,284 | |

CITY OF ELLISVILLE, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - CAPITAL INFRASTRUCTURE FUND
FOR THE YEAR ENDED DECEMBER 31, 2017

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Over (Under) Budget</u> |
|---|-------------------------|--------------------|--------------------|------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Taxes | \$ 1,982,000 | 1,982,000 | 1,836,388 | (145,612) |
| Intergovernmental | 251,027 | 251,027 | - | (251,027) |
| Investment income | 8,000 | 8,000 | 17,203 | 9,203 |
| Total Revenues | <u>2,241,027</u> | <u>2,241,027</u> | <u>1,853,591</u> | <u>(387,436)</u> |
| EXPENDITURES | | | | |
| Capital outlay | <u>634,000</u> | <u>634,000</u> | <u>408,265</u> | <u>(225,735)</u> |
| REVENUES OVER EXPENDI- TURES | 1,607,027 | 1,607,027 | 1,445,326 | (161,701) |
| OTHER FINANCING USES | | | | |
| Transfers out | <u>(1,607,000)</u> | <u>(3,332,000)</u> | <u>(3,332,000)</u> | <u>-</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ 27</u> | <u>(1,724,973)</u> | (1,886,674) | <u>(161,701)</u> |
| FUND BALANCE, JANUARY 1 | | | <u>2,134,230</u> | |
| FUND BALANCE, DECEMBER 31 | | | <u>\$ 247,556</u> | |

CITY OF ELLISVILLE, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF REVENUES,
EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - EQUIPMENT REPLACEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017

| | <u>Original And Final Budgeted Amounts</u> | <u>Actual</u> | <u>Over (Under) Budget</u> |
|--|--|------------------|------------------------------------|
| REVENUES | | | |
| Investment income | \$ - | 240 | 240 |
| EXPENDITURES | | | |
| Capital outlay | <u>194,450</u> | <u>144,138</u> | <u>(50,312)</u> |
| REVENUES UNDER EXPENDITURES | (194,450) | (143,898) | 50,552 |
| OTHER FINANCING SOURCES | | | |
| Transfers in | <u>195,000</u> | <u>170,000</u> | <u>(25,000)</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ 550</u> | 26,102 | <u>25,552</u> |
| FUND BALANCE (DEFICIT), JANUARY 1 | | <u>(10,565)</u> | |
| FUND BALANCE, DECEMBER 31 | | <u>\$ 15,537</u> | |

CITY OF ELLISVILLE, MISSOURI
OTHER SUPPLEMENTAL INFORMATION - SCHEDULE OF
REVENUES, EXPENDITURES, AND CHANGE IN FUND
BALANCE - BUDGET AND ACTUAL - SEWER LATERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2017

| | Original And Final Budgeted Amounts | Actual | Over (Under) Budget |
|-----------------------------------|--|-------------------|------------------------------------|
| REVENUES | | | |
| Taxes | \$ 92,000 | 93,808 | 1,808 |
| Investment income | 2,000 | 3,705 | 1,705 |
| Total Revenues | 94,000 | 97,513 | 3,513 |
| EXPENDITURES | | | |
| Current: | | | |
| Public works | 20,500 | 15,922 | (4,578) |
| Capital outlay | 80,000 | 89,981 | 9,981 |
| Total Expenditures | 100,500 | 105,903 | 5,403 |
| NET CHANGE IN FUND BALANCE | \$ (6,500) | (8,390) | (1,890) |
| FUND BALANCE, JANUARY 1 | | 496,748 | |
| FUND BALANCE, DECEMBER 31 | | \$ 488,358 | |

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SECTION III - STATISTICAL SECTION

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

| Contents | Page |
|--|-------------|
| Financial Trends These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time. | 51 - 55 |
| Revenue Capacity These schedules contain information to help the reader assess the City’s most significant local revenue source. | 56 - 61 |
| Debt Capacity These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future. | 62 - 64 |
| Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place. | 65 - 67 |
| Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs. | 68 - 70 |

CITY OF ELLISVILLE, MISSOURI
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

| | December 31 | | | | | | | | | |
|---|----------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
| Governmental Activities | | | | | | | | | | |
| Net investment in capital assets | \$ 31,782,499 | 29,127,656 | 26,263,558 | 26,273,087 | 26,735,989 | 26,286,107 | 25,991,549 | 25,999,283 | 25,889,334 | 25,682,531 |
| Restricted | 3,628,645 | 6,508,496 | 6,062,204 | 5,451,175 | 4,243,154 | 4,704,134 | 4,018,748 | 3,233,607 | 2,600,742 | 2,056,922 |
| Unrestricted | <u>3,557,776</u> | <u>3,672,272</u> | <u>4,536,698</u> | <u>1,628,260</u> | <u>3,179,370</u> | <u>2,690,201</u> | <u>2,426,265</u> | <u>1,975,898</u> | <u>1,853,036</u> | <u>1,339,676</u> |
| Total Governmental Activities Net Position | <u>\$ 38,968,920</u> | <u>39,308,424</u> | <u>36,862,460</u> | <u>33,352,522</u> | <u>34,158,513</u> | <u>33,680,442</u> | <u>32,436,562</u> | <u>31,208,788</u> | <u>30,343,112</u> | <u>29,079,129</u> |

GASB 63 and 65 were implemented in 2013.

GASB 68 and 71 were implemented in 2015.

CITY OF ELLISVILLE, MISSOURI
CHANGE IN NET POSITION
LAST TEN FISCAL YEARS

| | For The Years Ended December 31 | | | | | | | | | |
|--|---------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
| EXPENSES | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| General government | \$ 1,962,399 | 2,044,237 | 1,655,975 | 2,848,066 | 1,799,868 | 1,563,283 | 1,452,871 | 1,452,050 | 1,672,481 | 1,475,231 |
| Municipal court | 2,727,514 | 174,725 | 136,639 | 140,149 | 360,791 | 357,130 | 361,614 | 360,569 | 120,699 | 109,134 |
| Recreation (A) | 1,850,463 | 1,096,229 | 965,582 | 975,420 | 931,455 | 889,915 | 911,687 | 875,619 | 694,965 | 593,714 |
| Planning, inspection, and engineering | 2,744,640 | 2,289,855 | 2,397,961 | 2,394,305 | 2,443,517 | 2,248,140 | 1,733,042 | 1,626,248 | 1,663,289 | 1,903,246 |
| Police | 123,867 | 3,080,790 | 2,093,934 | 2,255,270 | 2,092,139 | 2,069,804 | 1,968,803 | 2,008,510 | 2,053,207 | 2,066,573 |
| Public works | 1,181,074 | 2,000,765 | 1,563,629 | 1,866,211 | 1,646,386 | 1,711,224 | 1,768,150 | 1,563,054 | 1,628,287 | 1,486,258 |
| Interest on long-term debt | 102,742 | 120,306 | 132,487 | 143,944 | 181,156 | 206,031 | 234,668 | 254,943 | 272,480 | 290,899 |
| Total Expenses | <u>10,692,699</u> | <u>10,806,907</u> | <u>8,946,207</u> | <u>10,623,365</u> | <u>9,455,312</u> | <u>9,045,527</u> | <u>8,430,835</u> | <u>8,140,993</u> | <u>8,105,408</u> | <u>7,925,055</u> |
| PROGRAM REVENUES | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Charges for services: | | | | | | | | | | |
| General government | 536,671 | 524,203 | 508,504 | 491,243 | 505,183 | 504,559 | 517,205 | 474,151 | 537,475 | 563,175 |
| Recreation (A) | 340,073 | 339,819 | 302,876 | 334,462 | 299,437 | 363,102 | 307,531 | 270,766 | 266,453 | 251,938 |
| Planning, inspection, and engineering | 213,231 | 242,077 | 155,339 | 121,783 | 145,868 | 90,808 | 101,942 | 59,353 | 77,807 | 122,786 |
| Police | 92,085 | 104,727 | 156,752 | 217,472 | 655,656 | 632,573 | 736,223 | 816,718 | 730,128 | 357,575 |
| Public works | 94,192 | 92,413 | 92,158 | 96,512 | - | - | - | 91,032 | 90,312 | 89,175 |
| Operating grants and contributions | 662,394 | 635,613 | 637,814 | 612,384 | 4,425 | 20,078 | 279,696 | 647,294 | 625,207 | 673,953 |
| Capital grants and contributions | 410,000 | 2,848,782 | 57,047 | 224,704 | - | - | - | - | 349,433 | - |
| Total Program Revenues | <u>2,348,646</u> | <u>4,787,634</u> | <u>1,910,490</u> | <u>2,098,560</u> | <u>1,610,569</u> | <u>1,611,120</u> | <u>1,942,597</u> | <u>2,359,314</u> | <u>2,676,815</u> | <u>2,058,602</u> |
| NET REVENUES (EXPENSES) | | | | | | | | | | |
| Governmental activities | <u>(8,344,053)</u> | <u>(6,019,273)</u> | <u>(7,035,717)</u> | <u>(8,524,805)</u> | <u>(7,844,743)</u> | <u>(7,434,407)</u> | <u>(6,488,238)</u> | <u>(5,781,679)</u> | <u>(5,428,593)</u> | <u>(5,866,453)</u> |
| GENERAL REVENUES AND OTHER | | | | | | | | | | |
| CHANGE IN NET POSITION | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Taxes: | | | | | | | | | | |
| Property | 386,950 | 354,081 | 371,399 | 293,833 | 663,105 | 744,045 | 734,161 | 383,436 | 363,131 | 377,155 |
| Sales | 5,601,110 | 5,876,060 | 5,958,061 | 5,392,558 | 5,222,477 | 5,547,972 | 4,612,205 | 4,314,488 | 4,278,282 | 4,374,654 |
| Utility | 1,466,253 | 1,347,387 | 1,396,273 | 1,749,653 | 1,643,125 | 1,577,463 | 1,660,527 | 1,661,236 | 1,996,304 | 1,869,047 |
| Franchise | 437,348 | 464,801 | 488,722 | 147,035 | 135,457 | 131,641 | 110,642 | 70,676 | - | - |
| Other | - | - | 33,918 | - | 505,945 | 497,138 | 495,130 | 139,188 | - | - |
| Investment income | 86,156 | 57,599 | 40,287 | 72,904 | 49,738 | 49,452 | 45,806 | 63,617 | 42,476 | 270,007 |
| Miscellaneous | 26,732 | 365,309 | 31,495 | 62,831 | 29,742 | 198,131 | 57,541 | 14,714 | 12,381 | 11,002 |
| Total General Revenues And Other Change In Net Position | <u>8,004,549</u> | <u>8,465,237</u> | <u>8,320,155</u> | <u>7,718,814</u> | <u>8,249,589</u> | <u>8,745,842</u> | <u>7,716,012</u> | <u>6,647,355</u> | <u>6,692,574</u> | <u>6,901,865</u> |
| CHANGE IN NET POSITION | | | | | | | | | | |
| Governmental activities | <u>\$ (339,504)</u> | <u>2,445,964</u> | <u>1,284,438</u> | <u>(805,991)</u> | <u>404,846</u> | <u>1,311,435</u> | <u>1,227,774</u> | <u>865,676</u> | <u>1,263,981</u> | <u>1,035,412</u> |

A) In fiscal year ended 2009 the Park and Pool Departments were merged and name changed to Recreation.

CITY OF ELLISVILLE, MISSOURI
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

| | For The Years Ended December 31 | | | | | | | | | |
|-------------------------------------|---------------------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
| General Fund | | | | | | | | | | |
| Reserved | \$ - | - | - | - | - | - | - | 87,162 | 98,527 | 98,530 |
| Unreserved | - | - | - | - | - | - | - | 1,641,289 | 1,573,965 | 1,125,314 |
| Nonspendable | 187,601 | 141,048 | 187,990 | 158,224 | 103,755 | 83,256 | 81,558 | - | - | - |
| Assigned | - | - | - | 512,383 | - | - | - | - | - | - |
| Unassigned | 1,846,207 | 1,978,913 | 1,354,831 | 751,759 | 2,216,145 | 2,408,914 | 2,182,216 | - | - | - |
| Total General Fund | <u>\$2,033,808</u> | <u>2,119,961</u> | <u>1,542,821</u> | <u>1,422,366</u> | <u>2,319,900</u> | <u>2,492,170</u> | <u>2,263,774</u> | <u>1,728,451</u> | <u>1,672,492</u> | <u>1,223,844</u> |
| All Other Governmental Funds | | | | | | | | | | |
| Reserved | \$ - | - | - | - | - | - | - | 800,042 | 799,910 | 841,332 |
| Unreserved, reported in: | | | | | | | | | | |
| Capital Projects Fund | - | - | - | - | - | - | - | 488,138 | 450,261 | 418,815 |
| Special Revenue Funds | - | - | - | - | - | - | - | 2,205,019 | 1,556,208 | 1,016,843 |
| Restricted | 3,546,356 | 6,450,707 | 6,062,204 | 5,410,374 | 4,675,720 | 4,660,005 | 4,040,008 | - | - | - |
| Committed | 772,498 | 766,343 | 690,783 | 686,354 | 679,077 | 474,579 | 270,169 | - | - | - |
| Assigned | 15,537 | - | 8,793 | - | - | 9,054 | 10,786 | - | - | - |
| Unassigned | - | (10,565) | - | (144,311) | (10,652) | - | - | - | - | - |
| Total All Other Governmental Funds | <u>\$4,334,391</u> | <u>7,206,485</u> | <u>6,761,780</u> | <u>5,952,417</u> | <u>5,344,145</u> | <u>5,143,638</u> | <u>4,320,963</u> | <u>3,493,199</u> | <u>2,806,379</u> | <u>2,276,990</u> |

GASB 54 was implemented in 2011.

CITY OF ELLISVILLE, MISSOURI
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

| | For The Years Ended December 31 | | | | | | | | | |
|---|---------------------------------|-------------------|-------------------|-------------------|------------------|-------------------|------------------|------------------|------------------|--------------------|
| | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
| REVENUES | | | | | | | | | | |
| Taxes | \$ 8,569,682 | 8,762,254 | 8,905,395 | 8,320,442 | 8,102,482 | 8,397,061 | 7,542,614 | 7,192,974 | 7,343,776 | 7,347,184 |
| Licenses and permits | 727,916 | 740,436 | 629,345 | 589,208 | 628,501 | 570,238 | 599,781 | 517,430 | 596,330 | 664,268 |
| Fines and court costs | 71,867 | 99,367 | 139,110 | 205,204 | 654,856 | 630,323 | 732,973 | 813,618 | 543,260 | 346,398 |
| Intergovernmental | 25,111 | 627,743 | 65,743 | 226,704 | - | - | - | - | - | 190,300 |
| Investment income | 86,156 | 57,599 | 40,287 | 72,904 | 49,738 | 49,452 | 45,806 | 63,617 | 42,476 | 270,007 |
| Charges for service | 363,509 | 368,513 | 339,024 | 359,730 | 413,460 | 481,790 | 421,540 | 380,972 | 289,255 | 94,637 |
| Miscellaneous | 20,985 | 130,946 | 31,495 | 63,935 | 47,776 | 218,209 | 337,237 | 19,178 | 32,521 | 42,385 |
| Total Revenues | <u>9,865,226</u> | <u>10,786,858</u> | <u>10,150,399</u> | <u>9,838,127</u> | <u>9,896,813</u> | <u>10,347,073</u> | <u>9,679,951</u> | <u>8,987,789</u> | <u>8,847,618</u> | <u>8,955,179</u> |
| EXPENDITURES | | | | | | | | | | |
| Current: | | | | | | | | | | |
| Administrative | 1,845,738 | 1,741,867 | 1,693,738 | 2,809,216 | 1,716,194 | 1,512,216 | 1,434,525 | 1,445,800 | 1,477,599 | 1,475,520 |
| Police | 2,671,472 | 2,341,840 | 2,142,474 | 2,151,605 | 1,988,048 | 1,968,111 | 1,849,771 | 1,954,238 | 1,980,273 | 1,956,612 |
| Public works | 1,532,558 | 1,488,918 | 1,394,238 | 1,623,368 | 1,465,712 | 1,450,428 | 1,446,202 | 1,302,273 | 1,390,957 | 1,280,428 |
| Planning, inspection, and engineering | 738,502 | 729,756 | 783,211 | 749,492 | 804,497 | 682,591 | 698,448 | 595,115 | 746,442 | 848,666 |
| Municipal court | 120,528 | 155,007 | 140,207 | 140,149 | 360,791 | 357,130 | 361,614 | 360,569 | 119,426 | 109,134 |
| Recreation (A) | 796,468 | 701,272 | 668,492 | 670,256 | 584,231 | 573,372 | 583,698 | 581,045 | 626,750 | 895,342 |
| Capital outlay | 2,492,392 | 2,512,515 | 2,019,593 | 1,567,036 | 1,859,830 | 1,939,772 | 1,128,478 | 1,196,714 | 720,944 | 6,971,969 |
| Debt service: | | | | | | | | | | |
| Principal | 2,525,000 | 300,000 | 290,000 | 275,000 | 738,708 | 605,000 | 585,000 | 560,000 | 540,000 | 716,286 |
| Interest | 108,580 | 120,751 | 132,873 | 144,267 | 420,032 | 207,382 | 229,128 | 249,258 | 267,190 | 288,912 |
| Total Expenditures | <u>12,831,238</u> | <u>10,091,926</u> | <u>9,264,826</u> | <u>10,130,389</u> | <u>9,938,043</u> | <u>9,296,002</u> | <u>8,316,864</u> | <u>8,245,012</u> | <u>7,869,581</u> | <u>14,542,869</u> |
| REVENUES OVER (UNDER) EXPENDITURES | <u>(2,966,012)</u> | <u>694,932</u> | <u>885,573</u> | <u>(292,262)</u> | <u>(41,230)</u> | <u>1,051,071</u> | <u>1,363,087</u> | <u>742,777</u> | <u>978,037</u> | <u>(5,587,690)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | | | | | | |
| Sale of capital assets | 7,765 | 326,913 | 18,659 | 3,000 | 18,377 | - | - | - | - | - |
| Insurance proceeds | - | - | 25,586 | - | - | - | - | - | - | - |
| Transfers in | 6,804,000 | 2,944,165 | 3,135,000 | 2,070,000 | 635,004 | 430,000 | 110,000 | 425,000 | 50,000 | 911,801 |
| Transfers out | (6,804,000) | (2,944,165) | (3,135,000) | (2,070,000) | (635,004) | (430,000) | (110,000) | (425,000) | (50,000) | (911,801) |
| Total Other Financing Sources (Uses) | <u>7,765</u> | <u>326,913</u> | <u>44,245</u> | <u>3,000</u> | <u>18,377</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| NET CHANGE IN FUND BALANCES | <u>\$ (2,958,247)</u> | <u>1,021,845</u> | <u>929,818</u> | <u>(289,262)</u> | <u>(22,853)</u> | <u>1,051,071</u> | <u>1,363,087</u> | <u>742,777</u> | <u>978,037</u> | <u>(5,587,690)</u> |
| Debt service as a percentage of noncapital expenditures | 30.1 % | 5.2 | 4.8 | 4.5 | 16.1 | 11.2 | 12.4 | 11.2 | 12.6 | 15.3 |

A) In fiscal year ended 2009 the Park and Pool Departments were merged and name changed to Recreation.

CITY OF ELLISVILLE, MISSOURI
PROGRAM REVENUES BY FUNCTIONS/PROGRAMS
LAST TEN FISCAL YEARS

| FUNCTIONS/PROGRAMS | For The Years Ended December 31 | | | | | | | | | |
|---------------------------------------|---------------------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
| Governmental activities: | | | | | | | | | | |
| General government | \$ 536,671 | 524,203 | 508,504 | 491,243 | 505,183 | 504,559 | 517,205 | 474,151 | 537,475 | 563,175 |
| Recreation (A) | 345,707 | 564,192 | 302,876 | 561,166 | 299,437 | 363,102 | 307,531 | 270,766 | 266,453 | 251,938 |
| Planning, inspection, and engineering | 638,231 | 645,447 | 212,386 | 121,783 | 145,868 | 90,808 | 101,942 | 59,353 | 409,105 | 122,786 |
| Police | 96,562 | 104,727 | 165,448 | 218,576 | 655,656 | 632,573 | 736,223 | 816,718 | 749,445 | 372,665 |
| Public works | 731,475 | 2,949,065 | 721,276 | 705,792 | - | - | - | 91,032 | 714,337 | 748,038 |
| Total Governmental Activities | <u>\$ 2,348,646</u> | <u>4,787,634</u> | <u>1,910,490</u> | <u>2,098,560</u> | <u>1,606,144</u> | <u>1,591,042</u> | <u>1,662,901</u> | <u>1,712,020</u> | <u>2,676,815</u> | <u>2,058,602</u> |

(A) In fiscal year ended 2009 the Park and Pool Departments were merged and name changed to Recreation.

CITY OF ELLISVILLE, MISSOURI
TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

| <u>Fiscal Year</u> | <u>Property (1)</u> | <u>Sales And Use (2)</u> | <u>Franchise And Public Service</u> | <u>Total</u> |
|--------------------|---------------------|--------------------------|-------------------------------------|--------------|
| 2017 | \$ 601,832 | \$ 5,847,803 | \$ 2,120,047 | \$ 8,569,682 |
| 2016 | 618,233 | 6,118,683 | 2,025,338 | 8,762,254 |
| 2015 | 611,017 | 6,202,534 | 2,091,844 | 8,905,395 |
| 2014 | 591,314 | 5,630,719 | 2,098,409 | 8,320,442 |
| 2013 | 595,478 | 5,478,039 | 2,028,965 | 8,102,482 |
| 2012 | 681,792 | 5,805,152 | 1,910,117 | 8,397,061 |
| 2011 | 755,503 | 4,884,831 | 1,902,280 | 7,542,614 |
| 2010 | 651,879 | 4,696,229 | 1,844,866 | 7,192,974 |
| 2009 | 640,258 | 4,616,902 | 1,996,304 | 7,253,464 |
| 2008 | 663,717 | 4,725,245 | 1,869,047 | 7,258,009 |

1) Includes road and bridge tax.

2) The City participates in the county-wide sales tax sharing pool and a point of sale sharing; therefore, sales tax is not the City's own source of revenue.

CITY OF ELLISVILLE, MISSOURI
SALES TAX REVENUES BY TYPE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

| Fiscal Year | General 1% (1) | Cigarette | State Motor Fuel | Storm Water 1/2% | Capital Infrastructure 1/2% (3) | Local Option 1/4% | Public Safety 1/2% (2) | Total |
|--------------------|-----------------------|------------------|-------------------------|-------------------------|--|--------------------------|-------------------------------|--------------|
| 2017 | \$ 2,243,199 | \$ 22,594 | \$ 246,693 | \$ 1,416,388 | \$ 1,199,105 | \$ 609,776 | \$ 110,048 | \$ 5,847,803 |
| 2016 | 2,451,605 | 25,146 | 242,623 | 1,485,923 | 1,268,977 | 644,409 | - | 6,118,683 |
| 2015 | 2,554,287 | 26,342 | 244,473 | 1,482,394 | 1,254,735 | 640,303 | - | 6,202,534 |
| 2014 | 2,338,672 | 23,246 | 238,161 | 1,327,861 | 1,129,265 | 573,514 | - | 5,630,719 |
| 2013 | 2,266,358 | 24,095 | 231,467 | 1,294,469 | 1,102,299 | 559,351 | - | 5,478,039 |
| 2012 | 2,373,036 | 25,611 | 231,569 | 1,392,903 | 1,181,184 | 600,849 | - | 5,805,152 |
| 2011 | 2,348,911 | 25,540 | 247,086 | 1,402,817 | 256,151 | 604,326 | - | 4,884,831 |
| 2010 | 2,318,970 | 25,995 | 355,746 | 1,395,311 | - | 600,207 | - | 4,696,229 |
| 2009 | 2,292,691 | 27,405 | 338,620 | 1,369,257 | - | 588,929 | - | 4,616,902 |
| 2008 | 2,355,802 | 29,472 | 350,591 | 1,391,101 | - | 598,279 | - | 4,725,245 |

- 1) This sales tax is received from St. Louis County based upon two formulas. Most of the City uses a formula based upon the sale being made in the City. This method has an amount that is put into a redistribution pool for other areas of the County with a calculation that is based upon how large the per capita sales tax amount is for the year. The amounts shown are net of the redistribution. The remainder of the City receives sales tax based upon the population of those areas. All sales tax earned in this area is put into a pool along with the redistribution amounts (as explained above) from throughout the County and then distributed based on the population of the pool areas.
- 2) This sales tax was approved by the voters in St. Louis County for public safety expenditures effective October 2017.
- 3) This sales tax was approved by the voters in Ellisville for capital infrastructure improvements effective October 2011.

CITY OF ELLISVILLE, MISSOURI
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY (1)
LAST TEN FISCAL YEARS

| Fiscal Year | Real Property | Personal Property | Railroads And Utilities | Total | | Total Direct Tax Rate | Ratio Of Total Assessed Value To Total Estimated Actual Value |
|--------------------|----------------------|--------------------------|--------------------------------|-----------------------|-------------------------------|------------------------------|--|
| | | | | Assessed Value | Estimated Actual Value | | |
| 2017 | \$ 276,118,560 | \$ 32,137,940 | \$ 3,323,155 | \$ 311,579,655 | \$ 1,267,022,481 | 0.1420 | 24.59 % |
| 2016 | 245,218,470 | 31,162,600 | 3,369,993 | 279,751,063 | 1,131,175,314 | 0.1500 | 24.73 |
| 2015 | 243,209,480 | 30,318,500 | 3,644,073 | 277,172,053 | 1,118,537,122 | 0.1500 | 24.78 |
| 2014 | 225,793,260 | 30,453,470 | 3,297,245 | 259,543,975 | 1,040,852,933 | 0.1500 | 24.94 |
| 2013 | 225,898,760 | 29,794,105 | 2,818,239 | 258,511,104 | 1,090,778,884 | 0.1500 | 23.70 |
| 2012 | 236,271,550 | 31,704,159 | 2,712,153 | 270,687,862 | 1,153,038,986 | 0.1500 | 23.48 |
| 2011 | 235,888,690 | 29,775,229 | 2,766,152 | 268,430,071 | 1,143,123,349 | 0.1500 | 23.48 |
| 2010 | 243,832,440 | 30,653,340 | 2,992,612 | 277,478,392 | 1,172,411,268 | 0.1500 | 23.67 |
| 2009 | 249,212,140 | 34,296,020 | 2,861,338 | 286,369,498 | 1,222,797,756 | 0.1500 | 23.42 |
| 2008 | 252,949,130 | 34,466,170 | 2,751,295 | 290,166,595 | 1,239,839,964 | 0.1500 | 23.41 |

1) Source: St. Louis County Assessor

CITY OF ELLISVILLE, MISSOURI
PROPERTY TAX RATES - DIRECT AND ALL OVERLAPPING GOVERNMENTS (1)
LAST TEN FISCAL YEARS

| | <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> |
|-------------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| City of Ellisville | 0.1420 | 0.1500 | 0.1500 | 0.1500 | 0.1500 | 0.1500 | 0.1500 | 0.1500 | 0.1500 | 0.1500 |
| Overlapping governments: | | | | | | | | | | |
| State of Missouri | 0.0300 | 0.0300 | 0.0300 | 0.0300 | 0.0300 | 0.0300 | 0.0300 | 0.0300 | 0.0300 | 0.0300 |
| County General | 0.1950 | 0.2060 | 0.2060 | 0.2090 | 0.2000 | 0.2000 | 0.2000 | 0.2000 | 0.1900 | 0.1900 |
| County Health/Hospital | 0.1310 | 0.1380 | 0.1380 | 0.1400 | 0.1400 | 0.1400 | 0.1400 | 0.1400 | 0.1500 | 0.1500 |
| County Park Maintenance | 0.0460 | 0.0490 | 0.0490 | 0.0500 | 0.0500 | 0.0500 | 0.0500 | 0.0500 | 0.0500 | 0.0500 |
| County Bond Retirement | 0.0190 | 0.0190 | 0.0190 | 0.0190 | 0.0280 | 0.0280 | 0.0280 | 0.0280 | 0.0280 | 0.0630 |
| County Road and Bridge | 0.0980 | 0.1030 | 0.1030 | 0.1050 | 0.1050 | 0.1050 | 0.1050 | 0.1050 | 0.1050 | 0.1050 |
| St. Louis Community College | 0.2112 | 0.2185 | 0.2176 | 0.2200 | 0.2200 | 0.2200 | 0.2200 | 0.2179 | 0.2136 | 0.2013 |
| Special School District | 1.1912 | 1.2409 | 1.2348 | 1.2609 | 1.2400 | 1.0123 | 1.0125 | 0.9950 | 0.9384 | 0.9184 |
| Metro Zoo Park and Museum | 0.2694 | 0.2795 | 0.2777 | 0.2797 | 0.2797 | 0.2684 | 0.2671 | 0.2546 | 0.2493 | 0.2344 |
| Sheltered Workshop | 0.0840 | 0.0880 | 0.0880 | 0.0900 | 0.0890 | 0.0840 | 0.0840 | 0.0790 | 0.0740 | 0.0690 |
| St. Louis County Library | 0.2340 | 0.2460 | 0.2460 | 0.2500 | 0.2500 | 0.1730 | 0.1630 | 0.1565 | 0.1400 | 0.1400 |
| Rockwood School District | 4.5015 | 4.6678 | 4.6015 | 4.7240 | 4.6833 | 4.5357 | 4.4630 | 4.2752 | 4.0083 | 3.9232 |
| Metro West Fire Protection District | 0.9680 | 1.0110 | 1.0130 | 1.0570 | 1.0640 | 1.0290 | 1.0300 | 1.0120 | 0.9770 | 0.8210 |
| Metro Sewer District Extension | 0.1159 | 0.1196 | 0.0195 | 0.0197 | 0.0196 | 0.0186 | 0.0185 | 0.0180 | - | - |
| Meramec River Basin Sewer District | - | - | - | - | - | - | - | - | - | - |

1) Source: St. Louis County Assessor (rates stated per \$100 assessed valuation)

Commencing in 2003, Missouri State Law required entities to calculate a separate tax rate for residential real estate, agricultural real estate, commercial real estate, and personal property. The rate stated above is the residential real estate rate, as this is the largest assessed valuation.

CITY OF ELLISVILLE, MISSOURI
PRINCIPAL PROPERTY TAXPAYERS (1)
CURRENT YEAR AND NINE YEARS AGO

| <u>Taxpayer</u> | <u>2017</u> | | | <u>2008</u> | | |
|------------------------------------|-----------------------------------|-------------|--|-----------------------------------|-------------|--|
| | <u>Taxable Assessed Valuation</u> | <u>Rank</u> | <u>Percentage Of Total City Taxable Assessed Value</u> | <u>Taxable Assessed Valuation</u> | <u>Rank</u> | <u>Percentage Of Total City Taxable Assessed Value</u> |
| Clarkson Clayton Center Associates | \$ 7,451,440 | 1 | 2.39 % | \$ 5,265,980 | 1 | 1.81 % |
| Cooper Bussmann, Inc. | 4,907,770 | 2 | 1.58 | 4,818,400 | 2 | 1.66 |
| Fountain Plaza Finance, LLC | 4,034,260 | 3 | 1.29 | - | - | - |
| Frank Bommarito Automotive | 3,583,730 | 4 | 1.15 | 3,102,670 | 4 | 1.07 |
| Brixmor SPE3 LLC | 3,512,320 | 5 | 1.13 | - | - | - |
| AGNL Exercise LLC | 3,102,370 | 6 | 1.00 | 3,512,590 | 3 | 1.21 |
| Maple Tree Centger LLC | 2,823,820 | 7 | 0.91 | - | - | - |
| HD Development of Maryland Inc. | 2,808,240 | 8 | 0.90 | 2,427,220 | 8 | 0.84 |
| RCG Ellisville LLC | 2,640,000 | 9 | 0.85 | 2,502,810 | 7 | 0.86 |
| QuikTrip Corporation | 2,485,830 | 10 | 0.80 | - | - | - |
| Centrum Clarkson, LLC | - | - | - | 2,373,180 | 10 | 0.82 |
| Kohl's Department Stores, Inc. | - | - | - | 2,587,030 | 6 | 0.89 |
| JVH Commercial Properties LLC | - | - | - | 2,604,710 | 5 | 0.90 |
| Centro Bradley Spec 3 LLC | - | - | - | 2,422,120 | 9 | 0.83 |
| Total | <u>\$ 37,349,780</u> | | <u>12.00 %</u> | <u>\$ 31,616,710</u> | | <u>10.89 %</u> |

1) Source: St. Louis County Assessor

CITY OF ELLISVILLE, MISSOURI
PROPERTY TAX LEVIES AND COLLECTIONS (1)
LAST TEN FISCAL YEARS

| Fiscal Year | Net Tax Levy (2) | Current Tax Collections | Percent Collected As Current | Delinquent Tax Collected Within The Fiscal Year For Previous Levies (3) | Total Tax Collections | Total Collections As Percent Of Levy | Outstanding Delinquent Taxes | Outstanding Delinquent Taxes As Percent Of Levy |
|--------------------|-------------------------|--------------------------------|-------------------------------------|--|------------------------------|---|-------------------------------------|--|
| 2017 | \$ 386,665 | \$ 289,136 | 74.8 % | \$ 41,492 | \$ 330,628 | 85.5 % | \$ 56,037 | 14.5 % |
| 2016 | 394,621 | 296,596 | 75.2 | 43,810 | 340,406 | 86.3 | 54,215 | 13.7 |
| 2015 | 389,210 | 297,946 | 76.6 | 37,049 | 334,995 | 86.1 | 54,215 | 13.9 |
| 2014 | 343,020 | 293,523 | 85.6 | 31,897 | 325,420 | 94.9 | 17,600 | 5.1 |
| 2013 | 343,075 | 297,287 | 86.7 | 45,788 | 343,075 | 100.0 | - | - |
| 2012 | 358,547 | 301,724 | 84.2 | 56,823 | 358,547 | 100.0 | - | - |
| 2011 | 357,983 | 300,041 | 83.8 | 56,298 | 356,339 | 99.5 | 1,644 | 0.5 |
| 2010 | 369,396 | 307,132 | 83.1 | 62,264 | 369,396 | 100.0 | - | - |
| 2009 | 368,762 | 290,518 | 78.8 | 72,651 | 363,169 | 98.5 | 5,593 | 1.5 |
| 2008 | 382,562 | 304,233 | 79.5 | 70,649 | 374,882 | 98.0 | 7,680 | 2.0 |

1) Source: St. Louis County Collector's office

2) Originally adjusted for strike offs and additions by St. Louis Board of Equalization after 1978.

3) Data for delinquent tax collection, excluding penalties and interest, is not available by levy year. St. Louis County will need more time to make system updates to track this information.

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

| <u>Fiscal Year</u> | <u>Governmental Activities Certificates Of Participation</u> | <u>Total Primary Government</u> | <u>Percentage Of Personal Income (1)</u> | <u>Per Capita</u> |
|--------------------|--|---------------------------------|--|-------------------|
| 2017 | \$ - | \$ - | - % | \$ - |
| 2016 | 2,521,447 | 2,521,447 | 0.82 | 276 |
| 2015 | 2,820,854 | 2,820,854 | 0.92 | 309 |
| 2014 | 3,110,261 | 3,110,261 | 1.01 | 341 |
| 2013 | 3,390,000 | 3,390,000 | 1.10 | 371 |
| 2012 | 4,365,000 | 4,365,000 | 1.42 | 478 |
| 2011 | 4,970,000 | 4,970,000 | 1.60 | 544 |
| 2010 | 5,555,000 | 5,555,000 | 1.82 | 608 |
| 2009 | 6,115,000 | 6,115,000 | 2.45 | 671 |
| 2008 | 6,655,000 | 6,655,000 | 2.67 | 730 |

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

1) See Demographics and Economic Statistics Table.

CITY OF ELLISVILLE, MISSOURI
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
DECEMBER 31, 2017

| <u>Name Of Governmental Unit</u> | <u>Debt Outstanding (1)</u> | <u>Estimated Percentage Applicable (2)</u> | <u>Estimated Share Of Overlapping Debt</u> |
|-------------------------------------|------------------------------|--|--|
| St. Louis County | \$ 96,850,000 | 1.27 % | \$ 1,227,479 |
| Rockwood School District | 193,070,000 | 8.42 | 16,257,900 |
| Metro West Fire Protection District | 5,985,000 | 15.74 | 941,748 |
| | <u>295,905,000</u> | | <u>18,427,126</u> |
| City direct debt (3) | <u>-</u> | 100.00 % | <u>-</u> |
| Total Direct And Overlapping Debt | <u><u>\$ 295,905,000</u></u> | | <u><u>\$ 18,427,126</u></u> |

Source: Bonds amounts were provided by the representative taxing districts. Assessments were provided by the respective taxing districts or the St. Louis County Collector.

- 1) Excludes overlapping taxing districts with assessed valuations applicable to the City that are less than 1%.
- 2) Estimated based on 2017 real and personal property assessment roll as of December 31, 2017.

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

| | Fiscal Years | | | | | | | | | |
|--|----------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| | <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> |
| Debt limit | \$ 31,157,966 | 27,975,106 | 27,717,205 | 25,954,398 | 25,851,110 | 27,108,284 | 26,851,311 | 27,747,839 | 28,636,950 | 29,016,660 |
| Net debt applicable to limit | - | - | - | - | - | - | - | - | - | - |
| Legal Debt Margin | <u>\$ 31,157,966</u> | <u>27,975,106</u> | <u>27,717,205</u> | <u>25,954,398</u> | <u>25,851,110</u> | <u>27,108,284</u> | <u>26,851,311</u> | <u>27,747,839</u> | <u>28,636,950</u> | <u>29,016,660</u> |
| Total Net Debt Applicable To The Limit As A Percentage Of Debt Limit | - % | - | - | - | - | - | - | - | - | - |

Note: Bonded indebtedness is limited by Sections 95.111 and 95.120 of the Missouri Revised Statutes (1986) to 10% of the assessed value of taxable tangible property.

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

| Fiscal Year | Population (1) | Median Age (1) | Personal Income (1) | Per Capita Income (1) | Unemployment Rate (2) |
|--------------------|-----------------------|-----------------------|----------------------------|------------------------------|------------------------------|
| 2017 | 9,133 | 43.70 | \$ 307,599,440 | \$ 33,680 | 3.4 % |
| 2016 | 9,133 | 43.70 | 307,599,440 | 33,680 | 4.2 |
| 2015 | 9,133 | 43.70 | 307,599,440 | 33,680 | 5.9 |
| 2014 | 9,133 | 43.70 | 307,599,440 | 33,680 | 5.9 |
| 2013 | 9,133 | 43.70 | 307,599,440 | 33,680 | 6.5 |
| 2012 | 9,133 | 43.70 | 307,599,440 | 33,680 | 6.7 |
| 2011 | 9,133 | 43.70 | 307,599,440 | 33,680 | 8.1 |
| 2010 | 9,133 | 43.70 | 307,599,440 | 33,680 | 9.0 |
| 2009 | 9,104 | 38.80 | 249,258,416 | 27,379 | 9.1 |
| 2008 | 9,104 | 38.80 | 249,258,416 | 27,379 | 5.8 |

Source: U.S. Census Bureau Census 2000, U.S. Bureau of Labor Statistics, and Missouri Department of Economic Development.

*City specific data for off census years is not readily available.

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

| Employer | 2017 | | | 2008 | | |
|--------------------------|------------------|-------------|--|------------------|-------------|---|
| | Employees | Rank | Percent Of Total City Employment*** | Employees | Rank | Percent Of Total City Employment** |
| Cooper Bussman, Inc. | 259 | 1 | 3.6 % | 300 | 2 | 4.4 % |
| Bethesda Meadow | 214 | 2 | 3.0 | 189 | 6 | 2.8 |
| Bommarito Automotive | 175 | 3 | 2.4 | 311 | 1 | 4.6 |
| Dierbergs Markets | 157 | 4 | 2.2 | 175 | 7 | 2.6 |
| Club Ready LLC | 154 | 5 | 2.1 | - | - | - |
| LifeTime Fitness | 150 | 6 | 2.1 | 211 | 4 | 3.1 |
| Royal Gate Dodge, Inc. | 140 | 7 | 2.0 | 150 | 8 | 2.2 |
| Rockwood School District | 120 | 8 | 1.7 | 219 | 3 | 3.2 |
| St. John Lutheran Church | 116 | 9 | 1.6 | - | - | - |
| The Home Depot #3018 | 113 | 10 | 1.6 | - | - | - |
| Shop-N-Save | - | - | - | 200 | 5 | 2.9 |
| Clarkson Eyecare | - | - | - | 130 | 9 | 1.9 |
| Best Buy | - | - | - | 125 | 10 | 1.8 |

* Total number of persons employed in the City is estimated to be 7,165 per business licenses applications.

Source: St. Louis County Planning Department, InfoUSA.com as recommended by Missouri Department of Economic Development and the City of Ellisville business license applications.

CITY OF ELLISVILLE, MISSOURI
PRINCIPAL EMPLOYMENT BY BUSINESS CATEGORY
CURRENT YEAR AND EIGHT YEARS AGO

| Employer | 2017 | | | 2009 | | |
|---|----------------------------|-------------|---|----------------------------|-------------|---|
| | Employees* | Rank | Percent Of Total City Employment | Employees* | Rank | Percent Of Total City Employment |
| Retail product sales | 1,316 | 1 | 18.4 % | 1,190 | 1 | 17.5 % |
| Restaurants and bars | 1,234 | 2 | 17.2 | 1,067 | 2 | 15.6 |
| Service businesses | 832 | 3 | 11.6 | 754 | 4 | 11.1 |
| Medical/dental and related businesses | 796 | 4 | 11.1 | 736 | 5 | 10.8 |
| Automotive industry | 660 | 5 | 9.2 | 776 | 3 | 11.4 |
| Construction/contracting | 396 | 6 | 5.5 | 306 | 8 | 4.5 |
| Professional and consulting services | 343 | 7 | 4.8 | 239 | 10 | 3.5 |
| Manufacturing | 307 | 8 | 4.3 | 369 | 6 | 5.4 |
| Government | 298 | 9 | 4.2 | 364 | 7 | 5.3 |
| Religious institutions, related schools, charities, and nonprofits | 259 | 10 | 3.6 | 291 | 9 | 4.3 |
| All others | <u>724</u> | | 10.1 | <u>728</u> | | 10.7 |
| Total | <u><u>7,165</u></u> | | | <u><u>6,820</u></u> | | |

*Information from business license applications.

Since 2009 was the first year employment levels were included in business license applications, comparisons prior to 2009 are not possible.

CITY OF ELLISVILLE, MISSOURI
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTIONS/PROGRAMS
LAST TEN FISCAL YEARS

| FUNCTIONS/PROGRAMS | December 31 | | | | | | | | | |
|-----------------------------|-------------|------|------|------|------|------|------|------|------|------|
| | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
| Administrative: | | | | | | | | | | |
| Legislative services | 7.0 | 7.0 | 7.0 | 7.0 | 7.0 | 7.0 | 7.0 | 7.0 | 7.0 | 7.0 |
| Administrative services | 6.3 | 5.3 | 4.8 | 5.8 | 6.0 | 5.0 | 5.5 | 5.5 | 5.5 | 5.5 |
| Finance | 1.5 | 1.5 | 1.0 | 1.5 | 1.5 | 1.5 | 2.0 | 2.0 | 2.0 | 2.0 |
| Police: | | | | | | | | | | |
| Officers | 24.0 | 25.0 | 24.5 | 23.0 | 22.0 | 22.0 | 22.5 | 22.5 | 23.5 | 23.5 |
| Civilians | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 |
| Public works: | | | | | | | | | | |
| Administration | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 |
| Street maintenance | 16.5 | 16.0 | 17.0 | 17.0 | 18.0 | 18.0 | 16.0 | 16.0 | 18.0 | 18.0 |
| Planning | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 |
| Engineering and storm water | 4.3 | 4.8 | 3.8 | 3.8 | 3.5 | 3.5 | 3.5 | 3.5 | 3.5 | 3.5 |
| Municipal court | 2.0 | 2.0 | 2.3 | 3.0 | 3.5 | 3.5 | 3.0 | 3.0 | 2.5 | 2.5 |
| Pool/park activities | 22.5 | 22.0 | 19.0 | 15.0 | 22.0 | 22.0 | 16.0 | 16.0 | 19.0 | 14.0 |
| Park | 3.0 | 3.0 | 3.0 | 3.0 | 3.0 | 3.0 | 3.0 | 3.0 | 3.0 | 2.5 |

Source: Annual Budget Document.

CITY OF ELLISVILLE, MISSOURI
OPERATING INDICATORS BY FUNCTIONS/PROGRAMS
LAST TEN FISCAL YEARS

| FUNCTIONS/PROGRAMS | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
|---|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Police-patrol: | | | | | | | | | | |
| Arrests | 265 | 265 | 227 | 269 | 284 | 267 | 380 | 375 | 220 | 215 |
| Traffic citations | 828 | 995 | 1,237 | 2,017 | 1,809 | 2,570 | 3,250 | 3,239 | 2,800 | 2,800 |
| Traffic warnings** | 1,070 | 652 | - | - | - | - | - | - | - | - |
| Crime reports | 513 | 282 | 383 | 372 | 471 | 30 | 50 | 44 | 40 | 40 |
| Accident reports | 357 | 349 | 369 | 261 | 261 | 240 | 282 | 289 | 303 | 350 |
| DWI arrests | 60 | 56 | 55 | 58 | 57 | 53 | 43 | 41 | 20 | 25 |
| Public works: | | | | | | | | | | |
| Road repair-tons of mix | 93 | 220 | 486 | 150 | 169 | 40 | 47 | 40 | 42 | 40 |
| Traffic control signs serviced | 100 | 145 | 122 | 85 | 86 | 153 | 148 | 140 | 145 | 150 |
| Leaves collected-cubic yards | 2,000 | 2,225 | 2,090 | 1,020 | 1,016 | 450 | 1,300 | 1,300 | 1,200 | 1,100 |
| Acres mowed and maintained | 128 | 128 | 128 | 128 | 80 | 128 | 128 | 131 | 143 | 200 |
| Trees and shrubs planted* | 50/15 | 601/45 | 23/18 | 35/30 | 35/20 | 44/45 | 9/10 | 45/52 | 40/50 | 45/88 |
| Planning and building: | | | | | | | | | | |
| Rezoning applications and text amendments | 10 | 8 | 12 | 5 | 6 | 8 | 8 | 11 | 21 | 10 |
| Building permits issued | 53 | 57 | 26 | 35 | 37 | 34 | 55 | 47 | 20 | 165 |
| Remodeling permits issued (A) | 233 | 214 | 217 | 187 | - | - | - | - | - | - |
| Finance and administration: | | | | | | | | | | |
| Merchant licenses issued | 704 | 651 | 650 | 651 | 652 | 596 | 591 | 598 | 606 | 638 |
| Payroll checks issued | 2,070 | 2,108 | 2,086 | 1,953 | 1,911 | 1,882 | 1,900 | 2,050 | 2,115 | 2,024 |
| Accounts payable processed | 2,120 | 1,974 | 1,948 | 2,031 | 2,041 | 2,014 | 1,844 | 2,100 | 2,075 | 2,210 |
| Requests for public records | 38 | 51 | 42 | 44 | 62 | 46 | 33 | 16 | 53 | 53 |

(A) Information provided from 2014 to current.

*Starting with 2016, this includes trees planted by developers mandated by the City and City planted trees and shrubs.

**Information provided beginning in 2016.

CITY OF ELLISVILLE, MISSOURI
CAPITAL ASSETS STATISTICS BY FUNCTIONS/PROGRAMS
LAST TEN FISCAL YEARS

| FUNCTIONS/PROGRAMS | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
|------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Police: | | | | | | | | | | |
| Stations | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Marked patrol units | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 |
| Sectors | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Public works: | | | | | | | | | | |
| Miles of street | 83 | 83 | 83 | 83 | 83 | 83 | 83 | 83 | 83 | 83 |
| Street lights and signals | 453 | 453 | 453 | 453 | 453 | 453 | 453 | 453 | 453 | 453 |
| Parks and recreation: | | | | | | | | | | |
| Number of parks | 11 | 11 | 11 | 11 | 11 | 11 | 11 | 11 | 11 | 11 |
| Acres of parks | 231 | 231 | 231 | 231 | 231 | 231 | 231 | 231 | 231 | 231 |
| Number of multi-use trails | 6 | 6 | 6 | 5 | 5 | 5 | 5 | 5 | 5 | 5 |
| Miles of multi-use trails | 10 | 10 | 10 | 9 | 9 | 9 | 9 | 9 | 9 | 9 |